

DEPARTMENT OF AGRICULTURE

OFFICE OF THE SECRETARY

Federal Funds

PRODUCTION, PROCESSING AND MARKETING

OFFICE OF THE SECRETARY

For necessary expenses of the Office of the Secretary of Agriculture, **[\$5,285,000] \$5,936,000: Provided**, That not to exceed \$11,000 of this amount shall be available for official reception and representation expenses, not otherwise provided for, as determined by the Secretary.

OFFICE OF THE ASSISTANT SECRETARY FOR ADMINISTRATION

For necessary expenses of the Office of the Assistant Secretary for Administration, **[\$806,000] \$828,000**.

OFFICE OF TRIBAL RELATIONS

For necessary expenses of the Office of Tribal Relations, **[\$1,000,000] \$1,025,000**, to support communication and consultation activities with Federally Recognized Tribes, as well as other requirements established by law.

OFFICE OF ECOSYSTEM SERVICES MANAGEMENT

For necessary expenses of the Office of Ecosystem Services Management, **\$2,021,000**.

OFFICE OF THE ASSISTANT SECRETARY FOR CONGRESSIONAL RELATIONS

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Office of the Assistant Secretary for Congressional Relations to carry out the programs funded by this Act, including programs involving intergovernmental affairs and liaison within the executive branch, **[\$3,968,000] \$4,081,000: Provided**, That these funds may be transferred to agencies of the Department of Agriculture funded by this Act to maintain personnel at the agency level: *Provided further*, That no funds made available by this appropriation may be obligated after 30 days from the date of enactment of this Act, unless the Secretary has notified the Committees on Appropriations of both Houses of Congress on the allocation of these funds by USDA agency: *Provided further*, That no other funds appropriated to the Department by this Act shall be available to the Department for support of activities of congressional relations].

OFFICE OF THE UNDER SECRETARY FOR RESEARCH, EDUCATION AND ECONOMICS

For necessary expenses of the Office of the Under Secretary for Research, Education and Economics, **[\$895,000] \$920,000**.

OFFICE OF THE UNDER SECRETARY FOR MARKETING AND REGULATORY PROGRAMS

For necessary expenses of the Office of the Under Secretary for Marketing and Regulatory Programs, **[\$895,000] \$920,000**.

OFFICE OF THE UNDER SECRETARY FOR FOOD SAFETY

For necessary expenses of the Office of the Under Secretary for Food Safety, **[\$813,000] \$836,000**.

OFFICE OF THE UNDER SECRETARY FOR FARM AND FOREIGN AGRICULTURAL SERVICES

For necessary expenses of the Office of the Under Secretary for Farm and Foreign Agricultural Services, **[\$895,000] \$920,000**.

OFFICE OF THE UNDER SECRETARY FOR NATURAL RESOURCES AND ENVIRONMENT

For necessary expenses of the Office of the Under Secretary for Natural Resources and Environment, **[\$895,000] \$920,000**.

OFFICE OF THE UNDER SECRETARY FOR RURAL DEVELOPMENT

For necessary expenses of the Office of the Under Secretary for Rural Development, **[\$895,000] \$920,000**.

OFFICE OF THE UNDER SECRETARY FOR FOOD, NUTRITION AND CONSUMER SERVICES

For necessary expenses of the Office of the Under Secretary for Food, Nutrition and Consumer Services, **[\$813,000] \$836,000**.

Program and Financing (in millions of dollars)

Identification code 12-9913-0-1-352		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Office of the Secretary	4	6	4
00.02	Under/Assistant Secretaries	9	10	11
00.03	Trade negotiations and biotechnology resources	2	2	2
00.04	Office of Tribal Relations		1	1
00.05	Office of Ecosystem Services and Markets			2
09.02	Reimbursable program	3	3	1
10.00	Total new obligations	18	22	21
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	13	3	1
21.45	Adjustments to unobligated balance carried forward, start of year	-10		-10
22.00	New budget authority (gross)	18	20	21
22.10	Resources available from recoveries of prior year obligations	1		1
23.90	Total budgetary resources available for obligation	22	23	23
23.95	Total new obligations	-18	-22	-21
23.98	Unobligated balance expiring or withdrawn	-1		
24.40	Unobligated balance carried forward, end of year	3	1	2
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	15	20	20
41.00	Transferred to other accounts		-1	
43.00	Appropriation (total discretionary)	15	19	20
58.00	Spending authority from offsetting collections: Offsetting collections (cash)	3	1	1
70.00	Total new budget authority (gross)	18	20	21
Change in obligated balances:				
72.40	Obligated balance, start of year	-3		2
73.10	Total new obligations	18	22	21
73.20	Total outlays (gross)	-18	-20	-21
73.45	Recoveries of prior year obligations	-1		-1
74.10	Change in uncollected customer payments from Federal sources (expired)	4		
74.40	Obligated balance, end of year		2	1
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	13	19	20
86.93	Outlays from discretionary balances	5	1	1
87.00	Total outlays (gross)	18	20	21
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-7	-1	-1
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts	4		
Net budget authority and outlays:				
89.00	Budget authority	15	19	20
90.00	Outlays	11	19	20

The Office of the Secretary is responsible for the overall planning, coordination and administration of the Department's programs. This includes the Secretary, Deputy Secretary, Under Secretaries, Assistant Secretaries, and their immediate staffs, who provide top policy guidance for the Department; maintain relationships with agricultural organizations and others in the development of farm programs; and provide liaison with the Executive Office of the President and Members of Congress on all matters pertaining to agricultural policy.

Funds are proposed for the Office of the Secretary's account for (1) negotiating and monitoring trade agreements; and (2) for technical trade support in the areas of biotechnology, sanitary and phyto-sanitary issues.

PRODUCTION, PROCESSING AND MARKETING—Continued

In addition, funds are proposed in the Under Secretary of Natural Resources and Environment for the Office of Ecosystem Services and Markets to support the development of market opportunities for America's farmers, ranchers, and forest land owners.

Object Classification (in millions of dollars)

Identification code 12–9913–0–1–352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	7	12	13
12.1 Civilian personnel benefits	2	3	4
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	5	3	2
99.0 Direct obligations	15	19	20
99.0 Reimbursable obligations	3	3	1
99.9 Total new obligations	18	22	21

Employment Summary

Identification code 12–9913–0–1–352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	59	87	92
Reimbursable:			
2001 Civilian full-time equivalent employment	4	14	4

HEALTHY FOOD FINANCING INITIATIVE

For necessary expenses of the Secretary to carry out demonstration projects to increase access to healthy foods in rural and urban areas, \$35,000,000, to remain available until September 30, 2012, which the Secretary may use for financial and technical assistance; may transfer to the Intermediary Relending Program, for infrastructure and operations to enhance marketing of locally and regionally produced foods, for the costs of authorized direct loans (as defined in section 502 of the Congressional Budget Act of 1974); and may use, not to exceed \$1,400,000, for the Federal administrative costs of carrying out and evaluating such demonstration projects: Provided, That in addition, to further enable the Secretary to carry out such demonstration projects, the Secretary may also reserve a total, in aggregate, of up to \$15,000,000 of the funds made available in this or any other Act in the Rural Community Facilities Program account, in the Marketing Services account, in the Rural Business Program account, in the Rural Development Loan Fund Program account, for section 379E of the Consolidated Farm and Rural Development Act (7 U.S.C. 1981 et seq.) and for section 6 of the Farmer-to-Consumer Direct Marketing Act of 1976 (7 U.S.C. 3005), and the Secretary may use such reserved amounts for technical or financial assistance; for the costs of authorized direct or guaranteed loans (as defined in section 502 of the Congressional Budget Act of 1974); and, not to exceed \$600,000, for the Federal administrative costs of carrying out and evaluating such demonstration projects: Provided further, That the Secretary, under the prior proviso, may reserve not more than 10 percent of the funding available for a specific program activity in the accounts specified therein: Provided further, That the Secretary, in carrying out such demonstration projects, may make or guarantee loans notwithstanding any applicable legal limitations regarding eligibility, area served, size of loan, or size of loans made by borrowers that the Secretary determines would interfere with the objectives of such demonstration projects: Provided further, That the Secretary, to carry out such demonstration projects, may transfer the funds appropriated or reserved herein into an account to be used for the costs of direct loans under section 310B(a) of the Consolidated Farm and Rural Development Act (7 U.S.C. 1932(a)): Provided further, That the Secretary, to carry out such demonstration projects, may use one or more consolidated solicitation and application processes: Provided further, That any funds provided for under this heading for such demonstration projects shall be in addition to any other funds that the Secretary may use for carrying out such projects.

Program and Financing (in millions of dollars)

Identification code 12–0015–0–1–451	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct program activity			23
10.00 Total new obligations (object class 41.0)			23
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			35
23.95 Total new obligations			–23
24.40 Unobligated balance carried forward, end of year			12
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			35
Change in obligated balances:			
73.10 Total new obligations			23
73.20 Total outlays (gross)			–23
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority			23
Net budget authority and outlays:			
89.00 Budget authority			35
90.00 Outlays			23

The "Healthy Food Financing Initiative" is designed to support local and regional efforts to increase access to healthy food, particularly for the development of grocery stores and other healthy food retailers in urban and rural food deserts and other low-income/underserved areas. Through the initiative, funds will be made available from a number of loan, grant, promotion, and other programs to provide financial and technical assistance to support market planning and promotion efforts as well as infrastructure and operational improvements designed to stimulate consumer demand, enhance marketing, and increase availability of locally and regionally produced foods.

Trust Funds

GIFTS AND BEQUESTS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–8203–0–7–352	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.20 Gifts and Bequests, Departmental Administration	1	1	1
02.99 Total receipts and collections	1	1	1
04.00 Total: Balances and collections	1	1	1
Appropriations:			
05.00 Gifts and Bequests	–1	–1	–1
05.99 Total appropriations	–1	–1	–1
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12–8203–0–7–352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Gifts and bequests	1	1	1
10.00 Total new obligations (object class 99.5)	1	1	1
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	3	3
22.00 New budget authority (gross)	1	1	1
23.90 Total budgetary resources available for obligation	4	4	4

23.95	Total new obligations	-1	-1	-1
24.40	Unobligated balance carried forward, end of year	3	3	3
New budget authority (gross), detail:				
Mandatory:				
60.26	Appropriation (trust fund)	1	1	1
Change in obligated balances:				
73.10	Total new obligations	1	1	1
73.20	Total outlays (gross)	-1	-1	-1
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	1	1	1
Net budget authority and outlays:				
89.00	Budget authority	1	1	1
90.00	Outlays	1	1	1

The Secretary is authorized to accept and administer gifts and bequests of real and personal property to facilitate the work of the Department. Property and the proceeds thereof are used in accordance with the terms of the gift or bequest (7 U.S.C. 2269).

EXECUTIVE OPERATIONS

Federal Funds

COMMON COMPUTING ENVIRONMENT

Program and Financing (in millions of dollars)

Identification code 12-0113-0-1-352	2009 actual	2010 est.	2011 est.	
Obligations by program activity:				
00.01	Common computing environment	7	13	1
10.00	Total new obligations (object class 25.2)	7	13	1
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	17	13	1
22.00	New budget authority (gross)	-4		
22.10	Resources available from recoveries of prior year obligations	7	1	
23.90	Total budgetary resources available for obligation	20	14	1
23.95	Total new obligations	-7	-13	-1
24.40	Unobligated balance carried forward, end of year	13	1	
New budget authority (gross), detail:				
Discretionary:				
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	-1		
58.10	Change in uncollected customer payments from Federal sources (unexpired)	-3		
58.90	Spending authority from offsetting collections (total discretionary)	-4		
Change in obligated balances:				
72.40	Obligated balance, start of year	8	6	2
73.10	Total new obligations	7	13	1
73.20	Total outlays (gross)	-5	-16	
73.45	Recoveries of prior year obligations	-7	-1	
74.00	Change in uncollected customer payments from Federal sources (unexpired)	3		
74.40	Obligated balance, end of year	6	2	3
Outlays (gross), detail:				
86.93	Outlays from discretionary balances	5	16	
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	1		
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	3		
Net budget authority and outlays:				
89.00	Budget authority			

90.00	Outlays	6	16	.....
<div></div>				
WORKING CAPITAL FUND				
Program and Financing (in millions of dollars)				
Identification code 12-4609-0-4-352		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
09.01	Administration	38	44	42
09.02	Communications	4	4	4
09.03	Finance and management	241	270	273
09.04	Information technology	385	389	386
09.05	Executive secretariat	3	3	3
09.09	Subtotal, operating expenses	671	710	708
09.12	Finance and management	22	10	8
09.13	Information technology	3	10	9
09.19	Subtotal, purchase of equipment	25	20	17
10.00	Total new obligations	696	730	725
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	63	68	47
22.00	New budget authority (gross)	701	709	708
23.90	Total budgetary resources available for obligation	764	777	755
23.95	Total new obligations	-696	-730	-725
24.40	Unobligated balance carried forward, end of year	68	47	30
New budget authority (gross), detail:				
Discretionary:				
42.00	Transferred from other accounts	2		
43.00	Appropriation (total discretionary)	2		
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	668	709	708
58.10	Change in uncollected customer payments from Federal sources (unexpired)	31		
58.90	Spending authority from offsetting collections (total discretionary)	699	709	708
70.00	Total new budget authority (gross)	701	709	708
Change in obligated balances:				
72.40	Obligated balance, start of year	120	71	117
73.10	Total new obligations	696	730	725
73.20	Total outlays (gross)	-714	-684	-708
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-31		
74.40	Obligated balance, end of year	71	117	134
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	574	613	612
86.93	Outlays from discretionary balances	140	71	96
87.00	Total outlays (gross)	714	684	708
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-661	-709	-708
88.40	Non-Federal sources	-7		
88.90	Total, offsetting collections (cash)	-668	-709	-708
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-31		
Net budget authority and outlays:				
89.00	Budget authority	2		
90.00	Outlays	46	-25	

This fund finances by advances or reimbursements certain central services in the Department of Agriculture, including duplicating and other visual information services; broadcast media services; supply services; centralized financial management systems; centralized automated data processing systems for payroll,

WORKING CAPITAL FUND—Continued

personnel, and related services; voucher payments services; telecommunications services; and information technology systems.

Object Classification (in millions of dollars)

Identification code 12-4609-0-4-352	2009 actual	2010 est.	2011 est.
Reimbursable obligations:			
Personnel compensation:			
11.1 Full-time permanent	169	184	187
11.5 Other personnel compensation	10	5	5
11.9 Total personnel compensation	179	189	192
12.1 Civilian personnel benefits	45	49	50
21.0 Travel and transportation of persons	5	5	5
22.0 Transportation of things	1	1	1
23.1 Rental payments to GSA	9	7	6
23.2 Rental payments to others	7	3	3
23.3 Communications, utilities, and miscellaneous charges	81	87	88
24.0 Printing and reproduction	1	1	1
25.2 Other services	296	331	312
26.0 Supplies and materials	15	9	10
31.0 Equipment	57	48	57
99.9 Total new obligations	696	730	725

Employment Summary

Identification code 12-4609-0-4-352	2009 actual	2010 est.	2011 est.
Reimbursable:			
2001 Civilian full-time equivalent employment	2,178	2,461	2,473

OFFICE OF CHIEF ECONOMIST

Federal Funds

OFFICE OF THE CHIEF ECONOMIST

For necessary expenses of the Office of the Chief Economist, **[\$13,032,000] \$13,175,000.** (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-0123-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct program activity	11	13	13
09.01 Reimbursable program	1	2	2
10.00 Total new obligations	12	15	15
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year			1
22.00 New budget authority (gross)	12	16	16
23.90 Total budgetary resources available for obligation	12	16	17
23.95 Total new obligations	-12	-15	-15
24.40 Unobligated balance carried forward, end of year		1	2
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	10	13	13
41.00 Transferred to other accounts	-1		
43.00 Appropriation (total discretionary)	9	13	13
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	1	2	2
58.10 Change in uncollected customer payments from Federal sources (unexpired)	1		
58.90 Spending authority from offsetting collections (total discretionary)	2	2	2
Mandatory:			
62.00 Transferred from other accounts	1	1	1
70.00 Total new budget authority (gross)	12	16	16
Change in obligated balances:			
72.40 Obligated balance, start of year	7	4	3

73.10 Total new obligations	12	15	15
73.20 Total outlays (gross)	-14	-16	-16
73.40 Adjustments in expired accounts (net)	-1		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-1		
74.10 Change in uncollected customer payments from Federal sources (expired)	1		
74.40 Obligated balance, end of year	4	3	2

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	9	15	15
86.93 Outlays from discretionary balances	4		
86.97 Outlays from new mandatory authority	1	1	1
87.00 Total outlays (gross)	14	16	16

Offsets:

Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-2	-2	-2
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-1		
88.96 Portion of offsetting collections (cash) credited to expired accounts	1		

Net budget authority and outlays:

89.00 Budget authority	10	14	14
90.00 Outlays	12	14	14

The Office of the Chief Economist advises the Secretary of Agriculture on the economic implications of Department policies, programs and proposed legislation. The Office serves as a focal point for USDA's economic intelligence and analysis, risk assessment, and cost-benefit analysis related to domestic and international food and agriculture; provides policy direction for renewable energy development; conducts analyses of climate change impacts on agriculture and forestry; and is responsible for coordination and review of all commodity and aggregate agricultural and food-related data used to develop outlook and situation material within the Department.

Object Classification (in millions of dollars)

Identification code 12-0123-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	9	9
12.1 Civilian personnel benefits	2	2	2
23.3 Communications, utilities, and miscellaneous charges	1		
25.2 Other services	2	2	2
99.0 Direct obligations	11	13	13
99.0 Reimbursable obligations	1	2	2
99.9 Total new obligations	12	15	15

Employment Summary

Identification code 12-0123-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	51	62	61
Reimbursable:			
2001 Civilian full-time equivalent employment	3		

NATIONAL APPEALS DIVISION

Federal Funds

NATIONAL APPEALS DIVISION

For necessary expenses of the National Appeals Division, **[\$15,254,000] \$15,424,000.** (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-0706-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 National Appeals Division	14	15	15
10.00 Total new obligations	14	15	15
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	15	15	15
23.95 Total new obligations	-14	-15	-15
23.98 Unobligated balance expiring or withdrawn	-1		
24.40 Unobligated balance carried forward, end of year			
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	15	15	15
Change in obligated balances:			
72.40 Obligated balance, start of year	3	2	3
73.10 Total new obligations	14	15	15
73.20 Total outlays (gross)	-14	-14	-15
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	2	3	3
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	12	12	12
86.93 Outlays from discretionary balances	2	2	3
87.00 Total outlays (gross)	14	14	15
Net budget authority and outlays:			
89.00 Budget authority	15	15	15
90.00 Outlays	14	14	15

The National Appeals Division (NAD) is responsible for listening to farmers and other rural program participants, and mitigating their disputes with certain agencies within the Department of Agriculture (USDA). The Division makes decisions through fair and impartial administrative hearings and appeals.

Object Classification (in millions of dollars)

Identification code 12-0706-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	10	11	11
12.1 Civilian personnel benefits	3	2	2
25.1 Advisory and assistance services	1	2	2
99.9 Total new obligations	14	15	15

Employment Summary

Identification code 12-0706-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	94	99	99

DEPARTMENTAL MANAGEMENT

Federal Funds

DEPARTMENTAL MANAGEMENT
DEPARTMENTAL ADMINISTRATION
(INCLUDING TRANSFERS OF FUNDS)

For Departmental Administration, **[\$41,319,000] \$30,706,000**, to provide for necessary expenses for management support services to offices of the Department and for general administration, security, repairs and alterations, and other miscellaneous supplies and expenses not otherwise provided for and necessary for the practical and efficient work of the Department: *Provided*, That this appropriation shall be reimbursed from applicable appropriations in this Act for travel expenses incident to the holding of hearings as required by 5 U.S.C. 551-558: *Provided further*,

That of the amount appropriated, \$13,000,000 is for stabilization and reconstruction activities to be carried out under the authority provided by title XIV of the Food and Agriculture Act of 1977 (7 U.S.C. 3101 et seq.) and other applicable laws].

OFFICE OF THE CHIEF INFORMATION OFFICER

For necessary expenses of the Office of the Chief Information Officer, **[\$61,579,000] \$63,719,000**.

OFFICE OF THE CHIEF FINANCIAL OFFICER

For necessary expenses of the Office of the Chief Financial Officer, **[\$6,566,000] \$6,632,000: Provided**, That no funds made available by this appropriation may be obligated for FAIR Act or Circular A-76 activities until the Secretary has submitted to the Committees on Appropriations of both Houses of Congress and the Committee on Oversight and Government Reform of the House of Representatives a report on the Department's contracting out policies, including agency budgets for contracting out.

OFFICE OF CIVIL RIGHTS

For necessary expenses of the Office of Civil Rights, **[\$23,922,000] \$24,133,000**.

OFFICE OF THE ASSISTANT SECRETARY FOR CIVIL RIGHTS

For necessary expenses of the Office of the Assistant Secretary for Civil Rights, **[\$895,000] \$907,000**.

OFFICE OF BUDGET AND PROGRAM ANALYSIS

For necessary expenses of the Office of Budget and Program Analysis, **[\$9,436,000] \$9,547,000**.

OFFICE OF HOMELAND SECURITY

For necessary expenses of the Office of Homeland Security, **[\$1,859,000] \$1,876,000**.

OFFICE OF ADVOCACY AND OUTREACH

For necessary expenses of the Office of Advocacy and Outreach, **[\$1,700,000] \$7,009,000**. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-9915-0-1-350	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Office of Advocacy and Outreach		2	7
00.02 Assistant Secretary for Civil Rights		1	1
00.03 Office of Civil Rights	21	24	24
00.04 Office of the Chief Financial Officer	5	7	7
00.05 Office of Budget and Program Analysis	8	9	9
00.06 Office of the Chief Information Officer	17	62	64
00.07 Departmental Administration	30	41	37
00.08 Office of Homeland Security	1	2	2
00.09 2008 Farm Bill (Section 14004)	17	20	22
09.01 Reimbursable program	123	97	86
10.00 Total new obligations	222	265	259
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2		2
22.00 New budget authority (gross)	222	267	259
23.90 Total budgetary resources available for obligation	224	267	261
23.95 Total new obligations	-222	-265	-259
23.98 Unobligated balance expiring or withdrawn	-2		
24.40 Unobligated balance carried forward, end of year		2	2
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	82	147	151
41.00 Transferred to other accounts	-1		
42.00 Transferred from other accounts	1	1	
43.00 Appropriation (total discretionary)	82	148	151
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	65	97	86
58.10 Change in uncollected customer payments from Federal sources (unexpired)	58		

DEPARTMENTAL MANAGEMENT—Continued
Program and Financing—Continued

Identification code 12–9915–0–1–350	2009 actual	2010 est.	2011 est.
58.90 Spending authority from offsetting collections (total discretionary)	123	97	86
Mandatory:			
62.00 Transferred from other accounts	17	22	22
70.00 Total new budget authority (gross)	222	267	259
Change in obligated balances:			
72.40 Obligated balance, start of year	–5	15	21
73.10 Total new obligations	222	265	259
73.20 Total outlays (gross)	–204	–267	–259
73.40 Adjustments in expired accounts (net)	–8		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	–58		
74.10 Change in uncollected customer payments from Federal sources (expired)	68	8	
74.40 Obligated balance, end of year	15	21	21
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	150	243	235
86.93 Outlays from discretionary balances	53	2	2
86.97 Outlays from new mandatory authority	1	22	22
87.00 Total outlays (gross)	204	267	259
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	–125	–97	–86
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	–58		
88.96 Portion of offsetting collections (cash) credited to expired accounts	60		
Net budget authority and outlays:			
89.00 Budget authority	99	170	173
90.00 Outlays	79	170	173

Departmental Management is comprised of the following offices:

Departmental Administration is comprised of offices that provide staff support to policy officials and overall direction and coordination of the Department. These activities include Department-wide programs for human resources management, ethics, occupational safety and health management, real and personal property management, acquisitions and contracting, motor vehicle and aircraft management, supply management, participation of small and disadvantaged businesses, service-disabled veterans programs, emergency coordination and security services, and the regulatory hearing and administrative proceedings conducted by the Administrative Law Judges, and Judicial Officer.

The Office of the Chief Information Officer (OCIO) was established under the Clinger-Cohen Act of 1996 to provide leadership for the Department's information technology (IT) security and IT management activities in support of USDA program delivery. The OCIO is leading USDA in efforts to transform the Department's delivery of information, programs, and services by using integrated services that simplify citizens interaction with their government. The OCIO is responsible for strengthening USDA's Computer Security Program to mitigate threats to USDA's information and IT assets and support the Department's homeland security efforts.

The Office of the Chief Financial Officer (OCFO) was established in 1995 under authority provided in Reorganization Plan Number 2 of 1953 (7 U.S.C. 2201) to comply with the Chief Financial Officers Act of 1990. The OCFO focuses on the Department's financial and performance management activities to improve program delivery and assure maximum contribution to the Secretary's Strategic Goals.

The Office of Civil Rights provides overall leadership responsibility for all Department-wide civil rights activities, including employment opportunity and program non-discrimination policy development, analysis, coordination, and compliance. The Office is responsible for providing leadership in the implementation of best practices that will create an environment where a diverse workforce is valued as a source of strength. The Office has the responsibility for monitoring program activities to ensure that all USDA programs are delivered in a non-discriminatory manner.

The Office of Budget and Program Analysis coordinates the preparation of Departmental budget estimates and legislative reports; administers systems for the allotment and apportionment of funds; provides policy, program and budgetary analysis of USDA programs and proposals; and provides staff assistance to USDA agencies in meeting their responsibility for the development and review of regulations.

The Office of Homeland Security formulates emergency preparedness policies and objectives for USDA. The Staff directs and coordinates all of the Department's program activities that support USDA emergency programs and liaison functions with the Congress, the Department of Homeland Security, and other Federal Departments and agencies involving homeland security, natural disasters, other emergencies, and agriculture-related international civil emergency planning and intelligence activities.

The Office of Advocacy and Outreach was established in 2010 to increase the accessibility of USDA programs to underserved constituents. The office will implement the provisions of the Farm Bill related to outreach to small, beginning, and socially disadvantaged farmers and ranchers. It will oversee the Office of Small Farms Coordination and the Advisory Committee for Beginning Farmers and Ranchers. A Farmworker Coordinator position will be created to serve as a liaison to community-based nonprofit organizations that represent low-income migrant and seasonal farmworkers and to consult with other appropriate institutions. The Office will coordinate with USDA agencies on the activities of the Outreach and Assistance for Socially Disadvantaged Farmers and Ranchers Competitive Grants Program, the Farm Labor Housing Grants Program, and the Beginning Farmer and Rancher Development Program.

Object Classification (in millions of dollars)

Identification code 12–9915–0–1–350	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	45	61	57
12.1 Civilian personnel benefits	10	16	16
21.0 Travel and transportation of persons	1	2	1
23.3 Communications, utilities, and miscellaneous charges	2	4	4
24.0 Printing and reproduction		1	1
25.2 Other services	13	34	44
25.3 Other purchases of goods and services from Government accounts	9	25	26
26.0 Supplies and materials	1	1	1
31.0 Equipment	1	4	3
41.0 Grants, subsidies, and contributions	17	19	20
99.0 Direct obligations	99	167	173
99.0 Reimbursable obligations	122	97	86
99.5 Below reporting threshold	1	1	
99.9 Total new obligations	222	265	259

Employment Summary

Identification code 12–9915–0–1–350	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	425	583	545
Reimbursable:			

2001 Civilian full-time equivalent employment 168 138 147

HAZARDOUS MATERIALS MANAGEMENT

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Department of Agriculture, to comply with the Comprehensive Environmental Response, Compensation, and Liability Act (42 U.S.C. 9601 et seq.) and the Resource Conservation and Recovery Act (42 U.S.C. 6901 et seq.), **[\$5,125,000] \$5,139,000**, to remain available until expended: *Provided*, That appropriations and funds available herein to the Department for Hazardous Materials Management may be transferred to any agency of the Department for its use in meeting all requirements pursuant to the above Acts on Federal and non-Federal lands. (42 U.S.C. 6961, et seq., 42 U.S.C. 9601, et seq.; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-0500-0-1-304	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Hazardous materials management	9	5	5
10.00 Total new obligations	9	5	5
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3		
22.00 New budget authority (gross)	5	5	5
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	9	5	5
23.95 Total new obligations	-9	-5	-5
24.40 Unobligated balance carried forward, end of year			
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	5	5	5
Change in obligated balances:			
72.40 Obligated balance, start of year	18	18	14
73.10 Total new obligations	9	5	5
73.20 Total outlays (gross)	-8	-9	-10
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	18	14	9
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	3	5	5
86.93 Outlays from discretionary balances	5	4	5
87.00 Total outlays (gross)	8	9	10
Net budget authority and outlays:			
89.00 Budget authority	5	5	5
90.00 Outlays	8	9	10

Under the Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA) and the Resource Conservation and Recovery Act (RCRA), the Department has the responsibility to meet the same standards for environmental cleanup and regulatory compliance regarding hazardous wastes and hazardous substances as private businesses. With substantial commitments under these Acts, a central fund the Hazardous Materials Management account, has been established so that the Department's agencies may be reimbursed for their cleanup efforts. The Department determines what projects to fund by using objective criteria that identify what sites pose the greatest threats to public health and the environment.

Object Classification (in millions of dollars)

Identification code 12-0500-0-1-304	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	1	1	1
25.2 Other services	8	4	4
99.9 Total new obligations	9	5	5

Employment Summary

Identification code 12-0500-0-1-304	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	7	7	7

AGRICULTURE BUILDINGS AND FACILITIES AND RENTAL PAYMENTS

(INCLUDING TRANSFERS OF FUNDS)

For payment of space rental and related costs pursuant to Public Law 92-313, including authorities pursuant to the 1984 delegation of authority from the Administrator of General Services to the Department of Agriculture under 40 U.S.C. 486, for programs and activities of the Department which are included in this Act, and for alterations and other actions needed for the Department and its agencies to consolidate unneeded space into configurations suitable for release to the Administrator of General Services, and for the operation, maintenance, improvement, and repair of Agriculture buildings and facilities, and for related costs, **[\$293,093,000] \$277,937,000**, to remain available until expended, of which **[\$184,812,000] \$178,470,000** shall be available for payments to the General Services Administration for rent; of which **[\$13,500,000] \$13,800,000** for payment to the Department of Homeland Security for building security activities; and of which **[\$94,781,000] \$85,667,000** for buildings operations and maintenance expenses: *Provided*, That the Secretary **[shall]** may use **[\$15,911,000 of these funds]** *unobligated balances from prior years* to cover shortfalls incurred in prior year rental payments: *Provided further*, That the Secretary is authorized to transfer funds from a Departmental agency to this account to recover the full cost of the space and security expenses of that agency that are funded by this account when the actual costs exceed the agency estimate which will be available for the activities and payments described herein. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-0117-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Rental payments to GSA: Non-recurring repairs	157	185	178
00.02 Building operations and maintenance	35	74	73
00.03 Homeland Security	11	13	13
00.04 DHS building security	13	14	14
00.05 Building renovations	17	7	
09.02 Reimbursable program	2	3	3
10.00 Total new obligations	235	296	281
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	-66	-24	27
22.00 New budget authority (gross)	272	296	281
22.10 Resources available from recoveries of prior year obligations	5		
23.90 Total budgetary resources available for obligation	211	272	308
23.95 Total new obligations	-235	-296	-281
23.97 Deficiency		51	
24.40 Unobligated balance carried forward, end of year	-24	27	27
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	268	293	278
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	4	3	3
70.00 Total new budget authority (gross)	272	296	281

AGRICULTURE BUILDINGS AND FACILITIES AND RENTAL PAYMENTS—Continued

Program and Financing—Continued

Identification code 12-0117-0-1-352	2009 actual	2010 est.	2011 est.
Change in obligated balances:			
72.40 Obligated balance, start of year	36	26	5
73.10 Total new obligations	235	296	281
73.20 Total outlays (gross)	-240	-317	-284
73.45 Recoveries of prior year obligations	-5		
74.40 Obligated balance, end of year	26	5	2
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	209	293	278
86.93 Outlays from discretionary balances	31	24	6
87.00 Total outlays (gross)	240	317	284
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-4	-3	-3
Net budget authority and outlays:			
89.00 Budget authority	268	293	278
90.00 Outlays	236	314	281
Memorandum (non-add) entries:			
91.90 Unpaid obligations, end of year: Deficiency		51	

This account finances the General Services Administration's fees for rental of space and the Department of Homeland Security's security-related fees. The appropriation covers all fees for all regular appropriated accounts within the Department of Agriculture with the exception of the Forest Service. This account also finances the day to day operations, repair, improvement and maintenance activities of two buildings in the Headquarters complex.

In 2010, this account received \$15,911,000 to pay GSA for prior year shortfalls in rental payments incurred between 2004 and 2008. The account is currently showing a deficiency of \$51,000,000. The 2011 budget requests authority to use prior year carryover balances to cover the deficiency.

Object Classification (in millions of dollars)

Identification code 12-0117-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	8	8	8
12.1 Civilian personnel benefits	2	2	2
23.1 Rental payments to GSA	157	185	178
23.3 Communications, utilities, and miscellaneous charges	11	11	11
25.2 Other services	42	74	66
25.3 Other purchases of goods and services from Government accounts	13	13	13
99.0 Direct obligations	233	293	278
99.0 Reimbursable obligations	2	3	3
99.9 Total new obligations	235	296	281

Employment Summary

Identification code 12-0117-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	79	88	88

OFFICE OF COMMUNICATIONS

Federal Funds

OFFICE OF COMMUNICATIONS

For necessary expenses of the Office of Communications, **[\$9,722,000]** \$9,839,000. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12-0150-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Public affairs	10	10	10
10.00 Total new obligations	10	10	10
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	10	10	10
23.95 Total new obligations	-10	-10	-10
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	10	10	10
Change in obligated balances:			
72.40 Obligated balance, start of year	1	2	2
73.10 Total new obligations	10	10	10
73.20 Total outlays (gross)	-9	-10	-10
74.40 Obligated balance, end of year	2	2	2
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	8	9	9
86.93 Outlays from discretionary balances	1	1	1
87.00 Total outlays (gross)	9	10	10
Net budget authority and outlays:			
89.00 Budget authority	10	10	10
90.00 Outlays	9	10	10

The Office of Communications provides leadership, expertise, counsel, and coordination for the development and implementation of communication strategies, which are vital to the overall formation, awareness and acceptance of U.S. Department of Agriculture programs and policies. OC serves as the principal USDA contact point for dissemination of consistent, timely information.

Object Classification (in millions of dollars)

Identification code 12-0150-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	7	7	7
12.1 Civilian personnel benefits	2	2	2
99.0 Direct obligations	9	9	9
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations	10	10	10

Employment Summary

Identification code 12-0150-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	65	77	77

OFFICE OF THE INSPECTOR GENERAL

Federal Funds

OFFICE OF INSPECTOR GENERAL

For necessary expenses of the Office of Inspector General, including employment pursuant to the Inspector General Act of 1978, **[\$88,725,000]** \$90,300,000, including such sums as may be necessary

for contracting and other arrangements with public agencies and private persons pursuant to section 6(a)(9) of the Inspector General Act of 1978, and including not to exceed \$125,000 for certain confidential operational expenses, including the payment of informants, to be expended under the direction of the Inspector General pursuant to Public Law 95-452 and section 1337 of Public Law 97-98. (7 U.S.C. 450b, 2201, 2202, 2220, 2270; Public Law 100-504; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12-0900-0-1-352		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Office of the Inspector General	94	86	89
09.01	Reimbursable program	3	3	3
10.00	Total new obligations	97	89	92
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	8	23	27
22.00	New budget authority (gross)	112	93	94
23.90	Total budgetary resources available for obligation	120	116	121
23.95	Total new obligations	-97	-89	-92
24.40	Unobligated balance carried forward, end of year	23	27	29
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	108	89	90
58.00	Spending authority from offsetting collections: Offsetting collections (cash)	4	4	4
70.00	Total new budget authority (gross)	112	93	94
Change in obligated balances:				
72.40	Obligated balance, start of year	11	16	6
73.10	Total new obligations	97	89	92
73.20	Total outlays (gross)	-88	-99	-100
73.40	Adjustments in expired accounts (net)	-4		
74.10	Change in uncollected customer payments from Federal sources (expired)			3
74.40	Obligated balance, end of year	16	6	1
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	82	85	86
86.93	Outlays from discretionary balances	6	14	14
87.00	Total outlays (gross)	88	99	100
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-4	-4	-4
Net budget authority and outlays:				
89.00	Budget authority	108	89	90
90.00	Outlays	84	95	96

The Office keeps the Secretary and Congress informed about fraud, other serious problems, mismanagement, and deficiencies in Department programs and operations, recommends corrective action, and reports on the progress made in correcting the problems. It reviews existing and proposed legislation and regulations and makes recommendations to the Secretary and Congress regarding the impact these laws have on the Department's programs and the prevention and detection of fraud and mismanagement in such programs. The Office provides policy direction and conducts, supervises, and coordinates all audits and investigations. The Office supervises and coordinates other activities in the Department and between the Department and other Federal, State and local government agencies whose purposes are to: (a) promote economy and efficiency; (b) prevent and detect fraud and mismanagement; and (c) identify and prosecute people involved in fraud or mismanagement.

Object Classification (in millions of dollars)

Identification code 12-0900-0-1-352		2009 actual	2010 est.	2011 est.
Direct obligations:				
11.1	Personnel compensation: Full-time permanent	66	58	58
12.1	Civilian personnel benefits	17	17	18
21.0	Travel and transportation of persons	4	4	4
23.3	Communications, utilities, and miscellaneous charges	1	1	2
25.2	Other services	3	3	4
25.3	Other purchases of goods and services from Government accounts	1	1	1
26.0	Supplies and materials	1	1	1
31.0	Equipment	1	1	1
99.0	Direct obligations	94	86	89
99.0	Reimbursable obligations	3	3	3
99.9	Total new obligations	97	89	92

Employment Summary

Identification code 12-0900-0-1-352		2009 actual	2010 est.	2011 est.
Direct:				
1001	Civilian full-time equivalent employment	550	600	600

OFFICE OF THE GENERAL COUNSEL**Federal Funds**

OFFICE OF THE GENERAL COUNSEL

For necessary expenses of the Office of the General Counsel, **[\$43,551,000] \$45,654,000.** (7 U.S.C. 2201; 2202, 2214a; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12-2300-0-1-352		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Office of the General Counsel	41	44	46
09.00	Reimbursable program	4	4	4
10.00	Total new obligations	45	48	50
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	46	48	50
23.95	Total new obligations	-45	-48	-50
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	42	44	46
58.00	Spending authority from offsetting collections: Offsetting collections (cash)	3	4	4
58.10	Change in uncollected customer payments from Federal sources (unexpired)	1		
58.90	Spending authority from offsetting collections (total discretionary)	4	4	4
70.00	Total new budget authority (gross)	46	48	50
Change in obligated balances:				
72.40	Obligated balance, start of year	3	4	4
73.10	Total new obligations	45	48	50
73.20	Total outlays (gross)	-44	-48	-50
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-1		
74.10	Change in uncollected customer payments from Federal sources (expired)	1		
74.40	Obligated balance, end of year	4	4	4
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	41	46	48
86.93	Outlays from discretionary balances	3	2	2
87.00	Total outlays (gross)	44	48	50

OFFICE OF THE GENERAL COUNSEL—Continued
Program and Financing—Continued

Identification code 12–2300–0–1–352	2009 actual	2010 est.	2011 est.
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	–4	–4	–4
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	–1		
88.96 Portion of offsetting collections (cash) credited to expired accounts	1		
Net budget authority and outlays:			
89.00 Budget authority	42	44	46
90.00 Outlays	40	44	46

The Office of the General Counsel of the Department of Agriculture provides all legal advice, counsel, and services to the Secretary and to all agencies, offices, and corporations of the Department on all aspects of their operations. It represents the Department in administrative proceedings; nonlitigation debt collection proceedings; State water rights adjudications; proceedings before the Environmental Protection Agency, Federal Maritime Administration, International Trade Commission, and other Federal agencies; and, in conjunction with the Department of Justice, in judicial proceedings and litigation. All attorneys and related support personnel devoted to those efforts are under the supervision of the General Counsel.

Object Classification (in millions of dollars)

Identification code 12–2300–0–1–352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	30	33	35
12.1 Civilian personnel benefits	8	9	9
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	1	1	1
26.0 Supplies and materials	1		
Direct obligations	41	44	46
99.0 Reimbursable obligations	4	4	4
Total new obligations	45	48	50

Employment Summary

Identification code 12–2300–0–1–352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	277	290	292
Reimbursable:			
2001 Civilian full-time equivalent employment	25	28	26

ECONOMIC RESEARCH SERVICE

Federal Funds

ECONOMIC RESEARCH SERVICE

For necessary expenses of the Economic Research Service, **[\$82,478,000] \$87,171,000.** (7 U.S.C. 292, 411, 427, 1441a, 1704, 1761–68, 2201, 2202, 2225, 3103, 3291, 3311, 3504; 22 U.S.C. 3101; 42 U.S.C. 1891–93; 44 U.S.C. 3501–11; 50 U.S.C. 2061 et seq., 2251 et seq.; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12–1701–0–1–352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Economic Research Service	79	83	87
09.00 Reimbursable program	1	1	1

10.00	Total new obligations	80	84	88
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	1	1	
22.00	New budget authority (gross)	81	83	88
23.90	Total budgetary resources available for obligation	82	84	88
23.95	Total new obligations	–80	–84	–88
23.98	Unobligated balance expiring or withdrawn	–1		
24.40	Unobligated balance carried forward, end of year	1		
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	80	82	87
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)		1	1
58.10	Change in uncollected customer payments from Federal sources (unexpired)	1		
58.90	Spending authority from offsetting collections (total discretionary)	1	1	1
70.00	Total new budget authority (gross)	81	83	88
Change in obligated balances:				
72.40	Obligated balance, start of year	29	27	29
73.10	Total new obligations	80	84	88
73.20	Total outlays (gross)	–80	–82	–88
73.40	Adjustments in expired accounts (net)	–1		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	–1		
74.40	Obligated balance, end of year	27	29	29
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	63	72	77
86.93	Outlays from discretionary balances	17	10	11
87.00	Total outlays (gross)	80	82	88
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources		–1	–1
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	–1		
Net budget authority and outlays:				
89.00	Budget authority	80	82	87
90.00	Outlays	80	81	87

The Economic Research Service provides economic and other social science research and analysis for public and private decisions on agriculture, food, natural resources, and rural America. The 2011 Budget request includes a program increase of \$2 million to support community access to local foods and \$1 million to maintain data integrity and confidentiality. These increases are offset by reductions of \$3 million in lower priority activities.

In addition, as part of a government-wide data improvement program, the 2011 budget includes an increase of \$4 million to strengthen the Departments statistical protocols and tools. This includes a \$2 million initiative to establish a structure among statistical agencies, managed through ERS, to improve data access, develop tools for data processing, and increase the utility and coordination of statistical protocols and tool for Federal data. The 2011 budget also includes an increase of \$2 million for an administrative data pilot project. Administrative data, information collected in conjunction with administering government programs, provide an opportunity for increasing the statistical ability to understand and address critical policy issues. The goal of this initial project will be: (1) to understand how nutrition assistance and other government programs work together to provide a social safety net and (2) how nutrition assistance and health care policy work together to improve dietary and health outcomes.

Miscellaneous funds received from States, local organizations, and others are available for support of economic research and analysis (7 U.S.C. 450b, 450h, 3318b).

Object Classification (in millions of dollars)

Identification code 12-1701-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	37	41	44
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	39	43	46
12.1 Civilian personnel benefits	9	9	9
21.0 Travel and transportation of persons	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	7	7	7
25.3 Other purchases of goods and services from Government accounts	11	11	12
25.5 Research and development contracts	8	8	8
26.0 Supplies and materials	1	1	1
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	1	1	1
99.0 Direct obligations	79	83	87
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations	80	84	88

Employment Summary

Identification code 12-1701-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	388	398	408
Reimbursable:			
2001 Civilian full-time equivalent employment	1	1	1

NATIONAL AGRICULTURAL STATISTICS SERVICE

Federal Funds

NATIONAL AGRICULTURAL STATISTICS SERVICE

For necessary expenses of the National Agricultural Statistics Service, **[\$161,830,000] \$164,721,000**, of which up to **[\$37,908,000] \$33,494,000** shall be available until expended for the Census of Agriculture. (7 U.S.C. 411, 411a, 411b, 427, 471, 475, 476, 501, 951, 953, 955-57, 2201, 2202, 2204, 2225, 2248, 3103, 3311, 3504; 18 U.S.C. 1902, 1905, 2072; 42 U.S.C. 1891-93; 44 U.S.C. 3501-11; 50 U.S.C. 2061 et seq., 2251 et seq.; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1801-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Agricultural estimates	105	117	124
00.02 Statistical research and service	7	7	7
00.03 Census of agriculture	37	43	34
09.01 Reimbursable program	24	21	22
10.00 Total new obligations	173	188	187
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	5	.....
22.00 New budget authority (gross)	176	183	187
22.10 Resources available from recoveries of prior year obligations	1	.....	.....
23.90 Total budgetary resources available for obligation	178	188	187
23.95 Total new obligations	-173	-188	-187
24.40 Unobligated balance carried forward, end of year	5	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	152	162	165
41.00 Transferred to other accounts	-37	-37	-34

42.00	Transferred from other accounts	37	37	34
43.00	Appropriation (total discretionary)	152	162	165
	Spending authority from offsetting collections:			
58.00	Offsetting collections (cash)	21	21	22
58.10	Change in uncollected customer payments from Federal sources (unexpired)	3	.....	.....
58.90	Spending authority from offsetting collections (total discretionary)	24	21	22
70.00	Total new budget authority (gross)	176	183	187

Change in obligated balances:

72.40	Obligated balance, start of year	20	22	27
73.10	Total new obligations	173	188	187
73.20	Total outlays (gross)	-169	-183	-187
73.40	Adjustments in expired accounts (net)	-1	.....	.....
73.45	Recoveries of prior year obligations	-1	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-3	.....	.....
74.10	Change in uncollected customer payments from Federal sources (expired)	3	.....	.....
74.40	Obligated balance, end of year	22	27	27

Outlays (gross), detail:

86.90	Outlays from new discretionary authority	150	165	169
86.93	Outlays from discretionary balances	19	18	18
87.00	Total outlays (gross)	169	183	187

Offsets:

	Against gross budget authority and outlays:			
	Offsetting collections (cash) from:			
88.00	Federal sources	-21	-18	-18
88.40	Non-Federal sources	-3	-3	-4
88.90	Total, offsetting collections (cash)	-24	-21	-22
	Against gross budget authority only:			
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-3	.....	.....
88.96	Portion of offsetting collections (cash) credited to expired accounts	3	.....	.....

Net budget authority and outlays:

89.00	Budget authority	152	162	165
90.00	Outlays	145	162	165

The 2011 request for NASS is an increase of \$2.9 million from the 2010 enacted. Of that increase \$1.7 million is for salary increases and \$1.2 million represent net increases in programs, funding high priority program needs through reductions in lower priority activities:

Agricultural estimates.—The Service provides the official National and State estimates of acreage, yield, and production of crops, stocks, and value of farm commodities, and numbers of inventory values of livestock items. Data on approximately 120 crops and 45 livestock products are covered in over 500 reports issued each year. Detailed data are also collected on agricultural labor and expenditures. In addition, the Census of Agriculture is conducted every five years, which provides comprehensive data on the Nation's agricultural industry down to the county level. Incentives and promotional items are used by National Agricultural Statistics Service (NASS) to support outreach efforts to maximize response rates on surveys and the Census of Agriculture.

The work under this activity is conducted through 46 field offices serving the 50 States and Puerto Rico; most of these offices are operated as joint State and Federal services. Cooperative arrangements with State agencies provide additional State and county data. The 2011 Budget request includes an increase of \$5 million in county estimates to allow the first phase of implementation of new methodologies leading to more efficient and higher quality county-level estimates. These estimates are used by USDA agencies to administer various programs, including the Risk Management Agency's Group Risk Plan and Group

NATIONAL AGRICULTURAL STATISTICS SERVICE—Continued

Risk Income Protection. In support of the Administration priorities NASS also requests (1) an increase of \$0.5 million in rotational organic agriculture to allow NASS to begin a comprehensive data series on organic production, handling and distribution; and (2) an increase of \$0.8 million in remote sensing to allow USDA to expand the number of states that have a cropland data layer and provide NASS with the ability to collect additional data on crop conditions, soil moisture, and/or drought monitoring to fulfill an important international gap. The development of a web-accessible geo-spatial tool for crop progress and condition data will aid economic and policy analysis to help agriculture mitigate and adapt to climate change. To support these critical initiatives, and after a careful review of existing programs, NASS will eliminate the July Sheep and Goats Inventory survey.

Census of Agriculture.—The Census of Agriculture is conducted every five years to take a snapshot of America's agriculture. This picture, when compared to earlier censuses, helps to measure trends and new developments in the agricultural sector of our Nation's economy. The Census is critical because it provides the only source of comparable and consistent detailed data about agriculture at the county level. In order to support Administration priorities NASS carefully reviewed existing programs to determine where reductions could be taken. As a result of this review NASS recommends the following: the cancellation of the decennial 2010 Tenure, Ownership, and Transition of Agricultural Land (TOTAL), and the cancellation of the Census of Aquaculture.

Miscellaneous funds received from local organizations, commodity groups, and others are available for dissemination of reports and for survey work conducted under cooperative agreements (7 U.S.C. 450b, 450h, 3318b).

Object Classification (in millions of dollars)

Identification code 12-1801-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	73	81	82
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	75	83	84
12.1 Civilian personnel benefits	22	25	25
21.0 Travel and transportation of persons	3	3	2
22.0 Transportation of things	1	2	1
23.3 Communications, utilities, and miscellaneous charges	5	6	6
24.0 Printing and reproduction	1	1	1
25.2 Other services	30	29	33
25.3 Other purchases of goods and services from Government accounts	7	10	9
25.7 Operation and maintenance of equipment	1	1	1
26.0 Supplies and materials	1	2	1
31.0 Equipment	3	5	2
99.0 Direct obligations	149	167	165
99.0 Reimbursable obligations	24	21	22
99.9 Total new obligations	173	188	187

Employment Summary

Identification code 12-1801-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	991	1,068	1,069
Reimbursable:			
2001 Civilian full-time equivalent employment	102	106	106

AGRICULTURAL RESEARCH SERVICE

Federal Funds

AGRICULTURAL RESEARCH SERVICE

SALARIES AND EXPENSES

For necessary expenses of the Agricultural Research Service and for acquisition of lands by donation, exchange, or purchase at a nominal cost not to exceed \$100, and for land exchanges where the lands exchanged shall be of equal value or shall be equalized by a payment of money to the grantor which shall not exceed 25 percent of the total value of the land or interests transferred out of Federal ownership, **[\$1,179,639,000, of which \$44,138,000 shall be for the purposes, and in the amounts, specified in the table titled "Congressional Designated Projects" in the statement of managers to accompany this Act] \$1,199,669,000: Provided,** That appropriations hereunder shall be available for the operation and maintenance of aircraft and the purchase of not to exceed one for replacement only: *Provided further,* That appropriations hereunder shall be available pursuant to 7 U.S.C. 2250 for the construction, alteration, and repair of buildings and improvements, but unless otherwise provided, the cost of constructing any one building shall not exceed \$375,000, except for greenhouses which shall each be limited to \$1,200,000, and except for 10 buildings to be constructed or improved at a cost not to exceed \$750,000 each, and the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building or \$375,000, whichever is greater: *Provided further,* That the limitations on alterations contained in this Act shall not apply to modernization or replacement of existing facilities at Beltsville, Maryland: *Provided further,* That appropriations hereunder shall be available for granting easements at the Beltsville Agricultural Research Center: *Provided further,* That the foregoing limitations shall not apply to replacement of buildings needed to carry out the Act of April 24, 1948 (21 U.S.C. 113a): *Provided further,* That funds may be received from any State, other political subdivision, organization, or individual for the purpose of establishing or operating any research facility or research project of the Agricultural Research Service, as authorized by law. (7 U.S.C. 328, 427, 427i, 1281 note, 1621, 2201, 2204, 2225, 3101 note; 10 U.S.C. 2306; 16 U.S.C. 590(a)-590(b), 590(k); 18 U.S.C. 1114; 19 U.S.C. 1306(a), 1306(c); 20 U.S.C. 191-194; 21 U.S.C. 114c, 114e-131; 42 U.S.C. 1476(e), 1483; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12-1400-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Product quality/value added	108	111	113
00.02 Livestock production	86	88	85
00.03 Crop production	204	214	220
00.04 Food safety	97	98	104
00.05 Livestock protection	67	70	66
00.06 Crop protection	191	197	204
00.07 Human nutrition research	85	90	90
00.08 Environmental stewardship	225	234	240
00.09 National Agricultural Library	23	22	24
00.10 Repair and maintenance of facilities	17	17	18
00.11 Collaborative research program	3	.....	.....
00.12 Homeland security	35	39	36
00.13 H1N1 Transfer From HHS .....	.....	2	.....
00.14 Miscellaneous Fees .....	.....	4	.....
09.00 Reimbursable program	102	102	102
10.00 Total new obligations	1,243	1,288	1,302
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	4	.....
22.00 New budget authority (gross)	1,246	1,282	1,302
22.22 Unobligated balance transferred from other accounts .....	.....	2	.....
23.90 Total budgetary resources available for obligation	1,249	1,288	1,302
23.95 Total new obligations	-1,243	-1,288	-1,302
23.98 Unobligated balance expiring or withdrawn	-2	.....	.....
24.40 Unobligated balance carried forward, end of year	4	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	1,140	1,180	1,200

42.00	Transferred from other accounts	3		
43.00	Appropriation (total discretionary)	1,143	1,180	1,200
	Spending authority from offsetting collections:			
58.00	Offsetting collections (cash)	42	102	102
58.10	Change in uncollected customer payments from Federal sources (unexpired)	61		
58.90	Spending authority from offsetting collections (total discretionary)	103	102	102
70.00	Total new budget authority (gross)	1,246	1,282	1,302
Change in obligated balances:				
72.40	Obligated balance, start of year	300	300	295
73.10	Total new obligations	1,243	1,288	1,302
73.20	Total outlays (gross)	-1,239	-1,293	-1,336
73.40	Adjustments in expired accounts (net)	-10		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-61		
74.10	Change in uncollected customer payments from Federal sources (expired)	67		
74.40	Obligated balance, end of year	300	295	261
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	966	985	1,001
86.93	Outlays from discretionary balances	273	308	335
87.00	Total outlays (gross)	1,239	1,293	1,336
Offsets:				
	Against gross budget authority and outlays:			
	Offsetting collections (cash) from:			
88.00	Federal sources	-86	-83	-83
88.40	Non-Federal sources	-19	-19	-19
88.90	Total, offsetting collections (cash)	-105	-102	-102
	Against gross budget authority only:			
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-61		
88.96	Portion of offsetting collections (cash) credited to expired accounts	63		
Net budget authority and outlays:				
89.00	Budget authority	1,143	1,180	1,200
90.00	Outlays	1,134	1,191	1,234

The Agricultural Research Service (ARS) is the principal in-house research agency of the U.S. Department of Agriculture (USDA). The ARS mission is to conduct research to develop and transfer solutions to agricultural problems of high national priority and to provide information access and dissemination to: ensure high-quality, safe food, and other agricultural products; assess the nutritional needs of Americans; sustain a competitive agricultural economy; enhance the natural resource base and the environment; and provide economic opportunities for rural citizens, communities, and society as a whole. The ARS' mission is carried out through its major research program areas and other activities listed below (in italics).

ARS major research programs—New Products/Product Quality/Value Added; Livestock/Crop Production; Food Safety; Livestock/Crop Protection; Human Nutrition; and Environmental Stewardship—address the Departments priorities.

The ARS 2011 Salaries and Expenses (S&E) Budget requests \$1.2 billion, an increase of \$20 million from the 2010 Enacted level, and includes \$10 million for salary increases. The request also includes \$63 million for high priority increases, including \$21 million to support programs in bioenergy, world hunger, obesity and climate change that were proposed in the 2010 Budget, as well as new increases in programs such as food safety, climate change, enhanced breeding for crop and animal production and security, development of sustainable agricultural systems, and enhanced plant, animal and microbial collections. The budget also continues funding for \$9 million in 2010 Congressional increases that support the agency's mission. Reductions total \$53

million and include \$42 million in prior year earmarks and an additional \$11 million in low priority projects.

New Products / Product Quality / Value Added.—ARS has active research programs directed toward (1) improving the efficiency and reducing the cost for the conversion of agricultural products into biobased products and biofuels, (2) developing new and improved products to help establish them in domestic and foreign markets, and (3) providing higher quality, healthy foods that satisfy consumer needs in the United States and abroad.

Environmental Stewardship.—*Water Quality; Air / Soil Quality; Global Climate Change; Range / Grazing Lands; Agricultural Systems Integration.*—ARS research programs in environmental stewardship support scientists at more than 70 locations. Emphasis is given to developing technologies and systems that support profitable production and enhance the Nations vast renewable natural resource base. ARS is currently developing the scientific knowledge and technologies needed to meet the challenges and opportunities facing U.S. agriculture in managing water resource quality and quantity under different climatic regimes, production systems, and environmental conditions. ARS air resources research is developing measurement, prediction, and control technologies for emissions of greenhouse gases, particulate matter, ammonia, hydrogen sulfide, and volatile organic compounds affecting air quality and land surface climate interactions. The agency is a leader in developing measurement and modeling techniques for characterizing gaseous and particulate matter emissions from agriculture. In addition, ARS is evaluating strategies for enhancing the health and productivity of soils, including developing predictive tools to assess the sustainability of alternative land management practices. Finding mechanisms to aid agriculture in adapting to changes in atmospheric composition and climatic variations is also an important component of ARS research program. ARS range and grazing land research includes the conservation and restoration of the Nations range land and pasture ecosystems and agroecosystems through improved management of fire, invasive weeds, grazing, global change, and other agents of ecological change. The agency is currently developing improved grass and forage legume germplasm for livestock, conservation, bioenergy, and bioproduct systems as well as grazing-based livestock systems that reduce risk and increase profitability. In addition, ARS is developing whole system management strategies to reduce production costs and risks.

Livestock Production.—ARS livestock production program is directed toward (1) safeguarding and utilizing animal genetic resources, associated genetic and genomic databases, and bioinformatic tools; (2) developing a basic understanding of the physiology of livestock and poultry; and (3) developing information, tools, and technologies that can be used to improve animal production systems. The research is heavily focused on the development and application of genomics technology to increase the efficiency and product quality of beef, dairy, swine, poultry, aquaculture, and sheep systems. Current areas of emphasis include increasing efficiency of nutrient utilization, increasing animal well-being and reducing stress in production systems, increasing reproductive rates and breeding animal longevity, developing and evaluating non-traditional production systems (e.g., organic, natural), and evaluating and conserving animal genetic resources.

Crop Production.—ARS crop production program focuses on developing and improving ways to reduce crop losses while protecting and ensuring a safe and affordable food supply. The research program concentrates on effective production strategies that are environmentally friendly, safe to consumers, and

AGRICULTURAL RESEARCH SERVICE—Continued

compatible with sustainable and profitable crop production systems. Research activities are directed at safeguarding and utilizing plant genetic resources and their associated genetic, genomic, and bioinformatic databases that facilitate selection of varieties and/or germplasm with significantly improved traits. Current research activities attempt to minimize the impacts of crop pests while maintaining healthy crops and safe commodities that can be sold in markets throughout the world. ARS is conducting research to discover and exploit naturally occurring and engineered genetic mechanisms for plant pest control, develop agronomic germplasm with durable defensive traits, and transfer genetic resources for commercial use. ARS will be providing taxonomic information on invasive species that strengthens prevention techniques, aids in detection/identification of invasive pests, and increases control through management tactics that restore habitats and biological diversity.

Livestock Protection.—ARS animal health program is directed at protecting and ensuring the safety of the Nations agriculture and food supply through improved disease detection, prevention, control, and treatment. Basic and applied research approaches are used to solve animal health problems of high national priority. Emphasis is given to methods and procedures to control animal diseases. The research program has ten strategic objectives: (1) establish ARS laboratories into a fluid, highly effective research network to maximize use of core competencies and resources; (2) access specialized high containment facilities to study zoonotic and emerging diseases; (3) develop an integrated animal and microbial genomics research program; (4) establish centers of excellence in animal immunology; (5) launch a biotherapeutic discovery program providing alternatives to animal drugs; (6) build a technology driven vaccine and diagnostic discovery research program; (7) develop core competencies in field epidemiology and predictive biology; (8) develop internationally recognized expert collaborative research laboratories; (9) establish a best-in-class training center for our Nations veterinarians and scientists; and (10) develop a model technology transfer program to achieve the full impact of ARS research discoveries. ARS current animal research program includes eight core components: (1) biodefense research, (2) animal genomics and immunology, (3) zoonotic diseases, (4) respiratory disease, (5) reproductive and neonatal diseases, (6) enteric diseases, (7) parasitic diseases, and (8) transmissible spongiform encephalopathies.

Crop Protection.—ARS research on crop protection is directed toward epidemiological investigations to understand pest and disease transmission mechanisms and to identify and apply new technologies that increase our understanding of virulence factors and host defense mechanisms. Currently, ARS research priorities include (1) identification of genes that convey virulence traits in pathogens and pests; (2) factors that modulate infectivity, gene functions, and mechanisms; (3) genetic profiles that provide specified levels of disease and insect resistance under field conditions; and (4) mechanisms that facilitate the spread of pests and infectious diseases. ARS is developing new knowledge and integrated pest management approaches to control pest and disease outbreaks as they occur. Its research will improve the knowledge and understanding of the ecology, physiology, epidemiology, and molecular biology of emerging diseases and pests. This knowledge will be incorporated into pest risk assessments and management strategies to minimize chemical inputs and increase production. Strategies and approaches will be available to producers to control emerging crop diseases and pest outbreaks.

Food Safety.—Assuring that the United States has the highest levels of affordable, safe food requires that the food system be protected at each stage from production through processing and consumption from pathogens, toxins, and chemical contaminants that cause diseases in humans. The U.S. food supply is very diverse, extensive, easily accessible, and thus vulnerable to the introduction of biological and chemical contaminants through natural processes, intentional means, or by global commerce. ARS current food safety research is designed to yield science-based knowledge on the safe production, storage, processing, and handling of plant and animal products, and on the detection and control of toxin producing and/or pathogenic bacteria and fungi, parasites, chemical contaminants, and plant toxins. All of ARS research activities involve a high degree of cooperation and collaboration with USDA's Research, Education, and Economics agencies, as well as with FSIS, APHIS, FDA, CDC, DHS, and the EPA. ARS also collaborates in international research programs to address and resolve global food safety issues. Specific research efforts are directed toward developing new technologies that assist ARS stakeholders and customers, that is, regulatory agencies, industry, and commodity and consumer organizations, in detecting, identifying, and controlling food-borne diseases that affect human health.

Human Nutrition.—Maintenance of health throughout the lifespan along with prevention of obesity and chronic diseases via food-based recommendations are the major emphases of ARS human nutrition research program. These health-related goals are based on the knowledge that deficiency diseases are no longer important public health concerns. Excessive consumption has become the primary nutrition problem in the American population. This is reflected by increased emphasis on prevention of obesity from basic science through intervention studies to assessments of large populations. ARS research program also actively studies bioactive components of foods that have no known requirement but have health promoting activities. Four specific areas of research are currently emphasized: (1) nutrition monitoring and the food supply, e.g., a national diet survey and the food composition databank; (2) dietary guidance for health promotion and disease prevention, i.e., specific foods, nutrients, and dietary patterns that maintain health and prevent disease; (3) prevention of obesity and related diseases, including research as to why so few of the population follow the Dietary Guidelines for Americans; and (4) life stage nutrition and metabolism, in order to better define the role of nutrition in pregnancy and growth of children, and for healthier aging.

Library and Information Services (NAL).—The National Agricultural Library (NAL) is the largest and most accessible agricultural research library in the world. It provides services directly to the staff of USDA and to the public, primarily via the NAL Web site, <http://www.nal.usda.gov>. NAL was created with the USDA in 1862 and was named in 1962 a national library by Congress, as the primary agricultural information resource of the United States. NAL is the premier library for collecting, managing, and disseminating agricultural knowledge. The Library is the repository of our Nations agricultural heritage, the provider of world class information, and the wellspring for generating new fundamental knowledge and advancing scientific discovery. It is a priceless national resource that, through its services, programs, information products, and Web-based tools and technologies, serves anyone who needs agricultural information. The Library's vision is "advancing access to global information for agriculture."

Repair and Maintenance of Facilities.—Funds are used to restore, upgrade, and maintain ARS facilities to meet Occupation-

al Safety and Health Administration and EPA requirements, provide suitable workspace for in-house research programs, and to retrofit existing structures for better energy utilization.

Collaborative Research Program.—Funds from the Department of State enable USDA/ARS to support collaborative research projects with scientists from the former Soviet Union and South/Southeast Asia. Through scientific cooperation in agricultural research, the USDA/ARS program supports the State Department's nonproliferation mission while advancing agricultural science by establishing new expertise in these regions, enhancing the effectiveness and productivity of ARS research programs, and helping improve the economy of these regions through advances in agricultural technology.

Reimbursements.—ARS performs research activities and services for other USDA, Federal, and non-Federal agencies. These activities and services are paid for on a reimbursable basis.

Object Classification (in millions of dollars)

Identification code 12-1400-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	543	558	564
11.3 Other than full-time permanent	11	11	12
11.5 Other personnel compensation	12	13	13
11.9 Total personnel compensation	566	582	589
12.1 Civilian personnel benefits	152	156	158
21.0 Travel and transportation of persons	16	17	17
22.0 Transportation of things	3	3	4
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	49	52	53
24.0 Printing and reproduction	2	2	2
25.1 Advisory and assistance services	1	1	1
25.2 Other services	18	19	21
25.3 Other purchases of goods and services from Government accounts	1	1	1
25.4 Operation and maintenance of facilities	40	43	43
25.5 Research and development contracts	143	150	152
25.6 Medical care	1	1	.....
25.7 Operation and maintenance of equipment	9	10	10
26.0 Supplies and materials	81	87	86
31.0 Equipment	38	40	41
32.0 Land and structures	5	5	5
41.0 Grants, subsidies, and contributions	15	16	16
99.0 Direct obligations	1,141	1,186	1,200
99.0 Reimbursable obligations	102	102	102
99.9 Total new obligations	1,243	1,288	1,302

Employment Summary

Identification code 12-1400-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	7,912	7,995	8,077
Reimbursable:			
2001 Civilian full-time equivalent employment	248	248	248

BUILDINGS AND FACILITIES

【For acquisition of land, construction, repair, improvement, extension, alteration, and purchase of fixed equipment or facilities as necessary to carry out the agricultural research programs of the Department of Agriculture, where not otherwise provided, \$70,873,000, of which \$70,873,000 shall be for the purposes, and in the amounts, specified in the table titled "Congressionally Designated Projects" in the statement of managers to accompany this Act, to remain available until expended.】 (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1401-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Building and facilities projects	46	207	15
10.00 Total new obligations	46	207	15
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	195	372	236
22.00 New budget authority (gross)	223	71	-76
23.90 Total budgetary resources available for obligation	418	443	160
23.95 Total new obligations	-46	-207	-15
24.40 Unobligated balance carried forward, end of year	372	236	145
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	223	71	.....
40.36 Unobligated balance permanently reduced .....	.....	.....	-76
43.00 Appropriation (total discretionary)	223	71	-76
Change in obligated balances:			
72.40 Obligated balance, start of year	37	39	187
73.10 Total new obligations	46	207	15
73.20 Total outlays (gross)	-44	-59	7
74.40 Obligated balance, end of year	39	187	209
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	14	.....	-76
86.93 Outlays from discretionary balances	30	59	69
87.00 Total outlays (gross)	44	59	-7
Net budget authority and outlays:			
89.00 Budget authority	223	71	-76
90.00 Outlays	44	59	-7

Under its Buildings and Facilities account, ARS provides funds for the acquisition of land, construction, repair, improvement, extension, alteration, and purchase of fixed equipment or facilities of or used by ARS. No new funding is requested in 2011. In addition, the budget proposes to cancel \$75.5 million in balances from projects that were not requested in prior budget requests.

Object Classification (in millions of dollars)

Identification code 12-1401-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services	11	9	1
25.4 Operation and maintenance of facilities	34	198	14
25.5 Research and development contracts	1	.....	.....
99.9 Total new obligations	46	207	15

Trust Funds

MISCELLANEOUS CONTRIBUTED FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8214-0-7-352	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year .....	.....	.....	.....
01.99 Balance, start of year .....	.....	.....	.....
Receipts:			
02.20 Deposits of Miscellaneous Contributed Funds, Science and Education Administration	24	24	24
02.99 Total receipts and collections	24	24	24
04.00 Total: Balances and collections	24	24	24
Appropriations:			
05.00 Miscellaneous Contributed Funds	-24	-24	-24
05.99 Total appropriations	-24	-24	-24

MISCELLANEOUS CONTRIBUTED FUNDS—Continued
Special and Trust Fund Receipts—Continued

Identification code 12–8214–0–7–352	2009 actual	2010 est.	2011 est.
07.99 Balance, end of year			
Program and Financing (in millions of dollars)			
Identification code 12–8214–0–7–352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Miscellaneous contributed funds	22	22	22
10.00 Total new obligations	22	22	22
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	19	22	24
22.00 New budget authority (gross)	24	24	24
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	44	46	48
23.95 Total new obligations	–22	–22	–22
24.40 Unobligated balance carried forward, end of year	22	24	26
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	24	24	24
Change in obligated balances:			
72.40 Obligated balance, start of year	4	3	3
73.10 Total new obligations	22	22	22
73.20 Total outlays (gross)	–22	–22	–24
73.45 Recoveries of prior year obligations	–1		
74.40 Obligated balance, end of year	3	3	1
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	19	17	17
86.98 Outlays from mandatory balances	3	5	7
87.00 Total outlays (gross)	22	22	24
Net budget authority and outlays:			
89.00 Budget authority	24	24	24
90.00 Outlays	22	22	24

Miscellaneous contributed funds received from States, local organizations, individuals, and others are available for work under cooperative agreements on research activities.

Object Classification (in millions of dollars)

Identification code 12–8214–0–7–352	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	5	5	5
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	7	7	7
12.1 Civilian personnel benefits	2	2	2
21.0 Travel and transportation of persons	1	1	1
25.2 Other services	2	2	2
25.5 Research and development contracts	5	5	5
26.0 Supplies and materials	4	4	4
31.0 Equipment	1	1	1
99.9 Total new obligations	22	22	22

Employment Summary

Identification code 12–8214–0–7–352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	108	108	108

NATIONAL INSTITUTE OF FOOD AND AGRICULTURE

Federal Funds

INTEGRATED ACTIVITIES

For the integrated research, education, and extension grants programs, including necessary administrative expenses, **[\$60,022,000] \$24,874,000**, as follows: **[for competitive grants programs authorized under section 406 of the Agricultural Research, Extension, and Education Reform Act of 1998 (7 U.S.C. 7626), \$45,148,000, including \$12,649,000 for the water quality program, \$14,596,000 for the food safety program, \$4,096,000 for the regional pest management centers program, \$4,388,000 for the Food Quality Protection Act risk mitigation program for major food crop systems, \$1,365,000 for the crops affected by Food Quality Protection Act implementation, \$3,054,000 for the methyl bromide transition program, and \$5,000,000 for the organic transition program;]** for a competitive international science and education grants program authorized under section 1459A of the National Agricultural Research, Extension, and Teaching Policy Act of 1977 (7 U.S.C. 3292b), to remain available until expended, \$3,000,000; for grants programs authorized under section 2(c)(1)(B) of Public Law 89–106, as amended, \$732,000, to remain available until September 30, **[2011] 2012**, for the critical issues program; \$1,312,000 for the regional rural development centers program; *for grants authorized under section 1624 (7 U.S.C. 5813), \$10,000,000; and \$9,830,000 for the Food and Agriculture Defense Initiative authorized under section 1484 of the National Agricultural Research, Extension, and Teaching Policy Act of 1977, to remain available until September 30, [2011] 2012. (7 U.S.C. 450i(c)(1)(B), 3292b, 3351, 7626; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)*

Program and Financing (in millions of dollars)

Identification code 12–1502–0–1–352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.10 Organic research and extension init.	18	20	20
00.20 Water quality	13	13	
00.30 Food safety	15	15	
00.40 Regional pest management centers	4	4	
00.50 Crops at risk from food quality protection act implementation	1	1	
00.60 Food quality protection act risk mitigation program	4	4	
00.70 Methyl bromide transition program	3	3	
00.71 Homeland Security	10	10	10
00.72 Sustainable Agriculture Federal-State Matching Grant Program			10
00.85 Specialty Crop Research Initiative	50	50	50
00.86 International science and education grants	3	3	3
00.87 Regional Rural development centers	1	1	1
00.88 Organic transition	2	5	
00.89 Critical issues - plant and animal diseases	1	2	1
10.00 Total new obligations	125	131	95
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	
22.00 New budget authority (gross)	125	130	95
23.90 Total budgetary resources available for obligation	126	131	95
23.95 Total new obligations	–125	–131	–95
24.40 Unobligated balance carried forward, end of year	1		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	57	60	25
Mandatory:			
62.00 Transferred from other accounts	68	70	70
70.00 Total new budget authority (gross)	125	130	95
Change in obligated balances:			
72.40 Obligated balance, start of year	164	225	258
73.10 Total new obligations	125	131	95
73.20 Total outlays (gross)	–63	–98	–84
73.40 Adjustments in expired accounts (net)	–1		
74.40 Obligated balance, end of year	225	258	269

Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	2	8	6
86.93	Outlays from discretionary balances	39	41	45
86.97	Outlays from new mandatory authority	3	4	4
86.98	Outlays from mandatory balances	19	45	29
87.00	Total outlays (gross)	63	98	84
Net budget authority and outlays:				
89.00	Budget authority	125	130	95
90.00	Outlays	63	98	84

Under the Integrated Activities account, research, education and/or extension grants are awarded for competitive and non-competitive programs.

International science and education grants program.—This program focuses on incorporating substantive international activities into programs related to food systems, agriculture and natural resources at U.S. land-grant colleges and universities.

Critical issues program.—Funds are proposed to develop early intervention strategies to prevent, manage or eradicate new and emerging diseases, both plant and animal, which would prevent loss of revenue to growers or producers.

Regional rural development centers.—Funding supports activities that pursue a holistic development strategy that tailors programming to meet regional and local needs and addresses areas of opportunity arising from a consumer-driven agricultural economy.

Sustainable Agriculture Federal-State Matching Grant Program.—This competitive program will assist in the creation or enhancement of State sustainable agriculture research, extension, and education programs. The matching requirement will leverage State and/or private money, and build the long-term capacity to guide the evolution of American agriculture to a more highly productive, sustainable system. Funding will support activities that integrate sustainable agriculture in all State research, extension, and education projects; support new research at sustainable agriculture centers at the nation's land grant and other colleges and universities; build stronger Statewide farmer-to-farmer networks and outreach and technical assistance strategies; and incorporate sustainable agriculture studies and curriculum in undergraduate and graduate degree programs.

Food and agriculture defense initiative (homeland security).—The program provides support to an unified network of public agricultural institutions to identify and respond to high risk biological pathogens in the food and agricultural system. In particular, funding will maintain and enhance risk management tools for Asian soybean rust and other pathogens of legumes. Additional funding for these laboratories is included in the Animal and Plant Health Inspection Service.

Organic Agriculture Research and Extension Initiative.—This mandatory program, authorized by section 7206 of the Food, Conservation, and Energy Act of 2008 (FCEA), 2008 Farm Bill, supports research and extension programs that enhance the ability of producers and processors who have already adopted organic standards to grow and market high quality organic agricultural products.

Specialty Crop Research Initiative.—This mandatory program, authorized by section 7311 of the FCEA, 2008 Farm Bill, provides funding to solve critical industry issues through research and extension activities that focus on research in plant breeding, genetics, and genomics to improve crop characteristics; efforts to identify and address threats from pests and diseases, including threats to specialty crop pollinators; efforts to improve production efficiency, productivity, and profitability over the long term; new innovations and technology, including improved mechanization and technologies that delay or inhibit ripening; and methods to

prevent, detect, monitor, control, and respond to potential food safety hazards in the production and processing of specialty crops.

The 2011 Budget provides a total of \$25 million for this account, including an increase of \$10 million for a Sustainable Agriculture Federal-State Matching Grant Program. This program will support competitive grants to integrate and elevate research, education, and extension activities to more widely benefit American agriculture, ensuring it is of the highest quality and that it is profitable. A decrease of \$45 million is proposed to eliminate funding for Section 406 programs. Research, education, and extension topics previously supported under Section 406, can be supported by other competitive grants programs, including the Agriculture and Food Safety Initiative, which is funded at \$429 million, an increase of \$166 million above the enacted level.

Object Classification (in millions of dollars)

Identification code 12-1502-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	2	2	2
12.1 Civilian personnel benefits	1	1	1
25.2 Other services	1	1	1
25.5 Research and development contracts	1	1	1
41.0 Grants, subsidies, and contributions	120	126	90
99.9 Total new obligations	125	131	95

Employment Summary

Identification code 12-1502-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	10	10	10

INITIATIVE FOR FUTURE AGRICULTURE AND FOOD SYSTEMS

1998 Research Act.—Adequate funding for similar research is proposed through other USDA research programs.

BIOMASS RESEARCH AND DEVELOPMENT

Program and Financing (in millions of dollars)

Identification code 12-1003-0-1-271	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Biomass research and development	20	30	30
10.00 Total new obligations (object class 41.0)	20	30	30
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	2	.....
22.00 New budget authority (gross)	20	28	30
23.90 Total budgetary resources available for obligation	22	30	30
23.95 Total new obligations	-20	-30	-30
24.40 Unobligated balance carried forward, end of year	2	.....	.....
New budget authority (gross), detail:			
Mandatory:			
62.00 Transferred from other accounts	20	28	30
Change in obligated balances:			
72.40 Obligated balance, start of year	32	38	48
73.10 Total new obligations	20	30	30
73.20 Total outlays (gross)	-14	-20	-27
74.40 Obligated balance, end of year	38	48	51
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	1	1	2
86.98 Outlays from mandatory balances	13	19	25

BIOMASS RESEARCH AND DEVELOPMENT—Continued
Program and Financing—Continued

Identification code 12–1003–0–1–271	2009 actual	2010 est.	2011 est.
87.00 Total outlays (gross)	14	20	27
Net budget authority and outlays:			
89.00 Budget authority	20	28	30
90.00 Outlays	14	20	27

Biomass Research and Development is authorized by the Biomass Research and Development Act of 2000. The program provides competitive grants for research, development, and demonstration to encourage innovation and development related to biomass, and improved commercialization of biobased products and energy. USDA and the Department of Energy jointly administer the program.

Current priorities focus on the following: feedstock development and production; biobased products emphasizing environmental and economic performance; integrated resource management and biomass use; and effective and targeted incentive systems for biomass commercialization and adoption.

RESEARCH AND EDUCATION ACTIVITIES

For payments to agricultural experiment stations, for cooperative forestry and other research, for facilities, and for other expenses, [\$788,243,000, of which \$120,054,000 shall be for the purposes, and in the amounts, specified in the table titled "Congressionally Designated Projects" in the statement of managers to accompany this Act] \$838,729,000, as follows: to carry out the provisions of the Hatch Act of 1887 (7 U.S.C. 361a-i), \$215,000,000; for grants for cooperative forestry research (16 U.S.C. 582a through a-7), \$29,000,000; for payments to eligible institutions (7 U.S.C. 3222), \$48,500,000, provided that each institution receives no less than \$1,000,000; for special grants (7 U.S.C. 450i(c)), [\$89,029,000] \$2,021,000; for competitive grants on improved pest control (7 U.S.C. 450i(c)), \$16,185,000; for competitive grants (7 U.S.C. 450i(b)), [\$262,482,000] \$428,845,000, to remain available until expended; for the support of animal health and disease programs (7 U.S.C. 3195), \$2,950,000; for supplemental and alternative crops and products (7 U.S.C. 3319d), \$835,000; for grants for research pursuant to the Critical Agricultural Materials Act (7 U.S.C. 178 et seq.), \$1,083,000, to remain available until expended; for the 1994 research grants program for 1994 institutions pursuant to section 536 of Public Law 103–382 (7 U.S.C. 301 note), \$1,805,000, to remain available until expended; for rangeland research grants (7 U.S.C. 3333), \$983,000; for higher education graduate fellowship grants (7 U.S.C. 3152(b)(6)), \$3,859,000, to remain available until expended (7 U.S.C. 2209b); for a program pursuant to section 1415A of the National Agricultural Research, Extension, and Teaching Policy Act of 1977 (7 U.S.C. 3151a), \$4,800,000, to remain available until expended; for higher education challenge grants (7 U.S.C. 3152(b)(1)), [\$5,654,000] \$8,154,000; for a higher education multicultural scholars program (7 U.S.C. 3152(b)(5)), \$1,241,000, to remain available until expended (7 U.S.C. 2209b); for an education grants program for Hispanic-serving Institutions (7 U.S.C. 3241), \$9,237,000; for competitive grants for the purpose of carrying out all provisions of 7 U.S.C. 3156 to individual eligible institutions or consortia of eligible institutions in Alaska and in Hawaii, with funds awarded equally to each of the States of Alaska and Hawaii, \$3,200,000; for [a] secondary [agriculture] education [program and], 2-year post-secondary education, and agriculture in the K-12 classroom (7 U.S.C. 3152(j)), [\$983,000] \$3,483,000; for aquaculture grants (7 U.S.C. 3322), \$3,928,000; for sustainable agriculture research and education (7 U.S.C. 5811), [\$14,500,000] \$15,000,000; for a program of capacity building grants (7 U.S.C. 3152(b)(4)) to institutions eligible to receive funds under 7 U.S.C. 3221 and 3222, \$18,250,000, to remain available until expended (7 U.S.C. 2209b); for payments to the 1994 Institutions pursuant to section 534(a)(1) of Public Law 103–382, \$3,342,000; for resident instruction grants for insular areas under section 1491 of the National Agricultural Research, Extension, and Teaching

Policy Act of 1977 (7 U.S.C. 3363), \$900,000; for distance education grants for insular areas under section 1490 of the National Agricultural Research, Extension, and Teaching Policy Act of 1977 (7 U.S.C. 3362), \$750,000; for a new era rural technology program pursuant to section 1473E of the National Agricultural Research, Extension, and Teaching Policy Act of 1977 (7 U.S.C. 3319e), \$875,000; [for a competitive grants program for farm business management and benchmarking (7 U.S.C. 5925f), \$1,500,000; for a competitive grants program regarding biobased energy (7 U.S.C. 8114), \$2,250,000;] and for necessary expenses of Research and Education Activities, [\$45,122,000] \$14,503,000, of which \$2,704,000 for the Research, Education, and Economics Information System and [\$2,136,000] \$5,136,000 for the Electronic Grants Information System, are to remain available until expended.

HISPANIC-SERVING AGRICULTURAL COLLEGES AND UNIVERSITIES ENDOWMENT FUND

For the Hispanic-Serving Agricultural Colleges and Universities Endowment Fund under section 1456 (7 U.S.C. 3243) of the National Agricultural Research, Extension, and Teaching Policy Act of 1977, \$10,000,000, to remain available until expended.

NATIVE AMERICAN INSTITUTIONS ENDOWMENT FUND

For the Native American Institutions Endowment Fund authorized by Public Law 103–382 (7 U.S.C. 301 note), \$11,880,000, to remain available until expended. (7 U.S.C. 328, 427, 427i, 1281 note, 1621, 2201, 2204, 2225, 3101 note; 10 U.S.C. 2306; 16 U.S.C. 590(a)-590(b), 590(k); 18 U.S.C. 1114; 19 U.S.C. 1306(a), 1306(c); 20 U.S.C. 191–194; 21 U.S.C. 114c, 114e–131; 42 U.S.C. 1476(e), 1483; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–1500–0–1–352	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year		12	24
01.99 Balance, start of year		12	24
Receipts:			
02.40 Earnings on Investments, Native American Institutions Endowment Fund	4	4	5
04.00 Total: Balances and collections	4	16	29
Appropriations:			
05.00 Research and Education Activities	–4	–4	–5
05.01 Research and Education Activities	12	12	12
05.02 Research and Education Activities			10
05.99 Total appropriations	8	8	17
07.99 Balance, end of year	12	24	46

Program and Financing (in millions of dollars)

Identification code 12–1500–0–1–352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Payments under the Hatch Act	207	215	215
00.02 Cooperative forestry research	28	29	29
00.03 Payments to 1890 colleges and Tuskegee Univ. and West Virginia State University	46	49	49
00.04 Special research grants	123	128	42
00.05 Agriculture Food and Research Initiative	146	419	429
00.06 Animal health and disease research	3	3	3
00.07 Federal Administration	39	45	15
00.08 Higher education	27	72	51
00.09 Native American Institutions Endowment Fund	4	4	5
00.12 Veterinary Medical Services Act		10	5
00.14 New Era Rural Technology	1	1	
00.15 Sun Grant Program		2	
00.16 Farm Business Management and Benchmarking		2	
00.17 Food Products to Improve Nutritional Delivery of Food Aid		4	
09.00 Reimbursable program	10	10	10
10.00 Total new obligations	634	993	853
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	121	192	5
22.00 New budget authority (gross)	705	806	853
23.90 Total budgetary resources available for obligation	826	998	858
23.95 Total new obligations	–634	–993	–853

24.40	Unobligated balance carried forward, end of year	192	5	5
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	703	804	860
40.20	Appropriation (Native American Endowment Interest)	4	4	5
40.45	Portion precluded from obligation (-) (N.A. Endowment Fund)	-12	-12	-12
40.45	Portion precluded from obligation (-) Hispanic-Serving Agricultural Colleges and Universities Endowment Fund			-10
43.00	Appropriation (total discretionary)	695	796	843
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	1	10	10
58.10	Change in uncollected customer payments from Federal sources (unexpired)	9		
58.90	Spending authority from offsetting collections (total discretionary)	10	10	10
70.00	Total new budget authority (gross)	705	806	853
Change in obligated balances:				
72.40	Obligated balance, start of year	880	862	1,087
73.10	Total new obligations	634	993	853
73.20	Total outlays (gross)	-652	-768	-938
73.40	Adjustments in expired accounts (net)	-5		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-9		
74.10	Change in uncollected customer payments from Federal sources (expired)	14		
74.40	Obligated balance, end of year	862	1,087	1,002
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	172	418	442
86.93	Outlays from discretionary balances	480	350	496
87.00	Total outlays (gross)	652	768	938
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-14	-10	-10
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-9		
88.96	Portion of offsetting collections (cash) credited to expired accounts	13		
Net budget authority and outlays:				
89.00	Budget authority	695	796	843
90.00	Outlays	638	758	928
Memorandum (non-add) entries:				
92.01	Total investments, start of year: Federal securities: Par value	99	104	116
92.02	Total investments, end of year: Federal securities: Par value	104	116	138

The National Institute of Food and Agriculture (NIFA) participates in a nationwide system of agricultural research and education program planning and coordination between State institutions and the U.S. Department of Agriculture. It assists in maintaining cooperation among the State institutions, and between the State institutions and their Federal research partners. The agency administers grants and payments to State institutions to supplement State and local funding for agricultural research and higher education.

Agriculture and food research initiative competitive grants.—Section 7406 of FCEA establishes the Agriculture and Food Research Initiative (AFRI). AFRI is a competitive grant program to provide funding for fundamental and applied research, extension, and education to address food and agricultural sciences. AFRI projects will address critical issues in U.S. agriculture in the areas of global food security and hunger; climate change; sustainable bioenergy; childhood obesity; and food safety. Addressing these critical issues will engage scientists and educators with expertise in plant health and production and plant products; animal health and production and animal

products; food safety, nutrition, and health; renewable energy, natural resources, and environment; agricultural systems and technology; and agriculture economics and rural communities. AFRI allows greater flexibility in the types of projects funded to include: single function projects in research, education, and extension, and integrated research, education and/or extension awards. AFRI is the core competitive grant program for research, education, and extension.

Payments under the Hatch Act.—Funds under the Hatch Act are allocated on a formula basis to agricultural experiment stations of the land-grant colleges in the 50 States, the District of Columbia, Puerto Rico, Guam, the Virgin Islands, American Samoa, Micronesia, and Northern Mariana Islands.

Cooperative forestry research.—These funds are allocated by formula to land-grant colleges or agricultural experiment stations in the 50 States, Puerto Rico, Guam, the Virgin Islands, and other State-supported colleges and universities having a forestry school and offering graduate training in forestry sciences.

Animal health and disease research.—Funds, distributed by formula, support livestock and poultry disease research in approximately sixty-seven colleges of veterinary medicine and in eligible agricultural experiment stations.

Payments to 1890 colleges and Tuskegee University and West Virginia State University.—Funds allocated on a formula basis support agricultural research and broaden the curricula at the eighteen 1890 land-grant colleges, including Tuskegee University and West Virginia State University.

Special research grants.—This program addresses research areas of national interest. Funding is proposed for grant programs in IR-4 minor crop pest management, pest management alternatives, and sustainable agriculture. Funding is also proposed for integrated pest management. Advances in these areas will provide producers with safe, alternative pest control methods resulting in more farmers increasing the number of acres on which Integrated Pest Management (IPM) methods are used. Funding proposed for IR-4 minor crop pest management and minor use animal drugs will address the growing need for registration of safe pesticides and drugs for minor crops and animals and lead to a reduction by half in the levels of chemical and drug residues in food products. These pest management programs will be coordinated to address Food Quality and Protection Act issues. The IR-4 and IPM programs are contained under improved pest control funding. Improved pest control also includes Pest Management Alternatives, and Expert IPM Decision Support System Programs. A grant program for global change is proposed for research at universities as part of a coordinated Federal initiative. Funding is also proposed for the National Biological Impact Assessment Program, aquaculture centers, critical agricultural materials, supplemental and alternative crops, Joe Skeen Institute for rangeland restoration, and New Era Rural Technology Program. The 2011 Budget eliminates funding for earmarks.

1994 Institutions Research.—Funding is proposed to continue the competitive research grants program to build the research capacity at the thirty-four 1994 institutions by supporting agricultural research activities that address tribal, national and multistate priorities.

Federal administration.—A coordinating and review staff assists in maintaining cooperation within and among the States, and between the States and their Federal research partners. This staff also administers research and education grants and payments to States. Federal administration is funded from a

RESEARCH AND EDUCATION ACTIVITIES—Continued

combination of program set-asides from formula and grant programs and from direct appropriation for administration.

Higher education.—Funding is proposed for graduate fellowships grants, competitive challenge grants, Hispanic-serving institutions education grants program, and a multicultural scholars program. Funding is also proposed for Native American institutions, Alaska Native-serving and Native Hawaiian-serving Institutions, Secondary Education, Two-Year Postsecondary Education, Agriculture in the K-12 Classroom and Resident Instruction Grants for Insular Areas programs. These programs enable universities to broaden their curricula; increase faculty development; student research projects; and the number of new scholars recruited in the food and agricultural sciences. In addition, an increased number of graduate students, including minority graduate students, will be enrolled in the agricultural sciences. Funding is also proposed for a capacity building program at the 1890 institutions as part of the USDA initiative to strengthen these institutions through a broadening of curricula, increased faculty development and student research projects. Funding is proposed in the 2011 Budget for the Veterinary Medical Services Act to provide incentives to hire Federal veterinarians to work in shortage areas.

Reimbursable program.—Funds support basic and applied agriculture research and activities performed for other USDA, Federal, and non-Federal agencies.

Native American Institutions Endowment Fund.—This program provides for an endowment for the 1994 land-grant institutions (34 Tribally controlled colleges) to strengthen the infrastructure of these institutions and develop Indian expertise for the food and agricultural sciences and businesses and their own communities. At the termination of each fiscal year, the Secretary withdraws the income from the endowment fund for the fiscal year, and after making adjustments for the cost of administering the fund, distributes the adjusted income on a formula basis to the 1994 land-grant institutions.

Hispanic-Serving Agricultural Colleges and Universities Endowment Fund.—This endowment fund for Hispanic-Serving Agricultural Colleges and Universities will launch the production of skilled and marketable Hispanic student population for employment in the food and agriculture sector. Over the next ten years, the Endowment will lead to significant and measurable enhanced competence and marketability of Hispanic students in the food and agricultural sciences.

The 2011 budget provides \$429 million, an increase of \$166.4 million for the Agriculture and Food Research Initiative (AFRI) competitive peer-reviewed grant program, to initiate growth focused on creative solutions for Presidential priorities of major domestic and world food and energy problems. Focus areas are bioenergy, global climate change, global food security, nutrition and health, and food safety. The 2011 budget also proposes an additional \$5 million to help revitalize the rural economy through enhancements to education programs. The budget proposes \$10 million for the establishment of the Hispanic-Serving Agricultural Colleges and Universities Endowment Fund. In addition, total funding for NIFA reflects a reduction of \$141 million in earmarks, with \$121 million of the reduction included in this account and about \$20 million of the reduction included in the "Extension Activities" account. Finally, funding for formula driven programs, such as the Hatch Act, McIntire-Stennis and Evans-Allen are funded at the enacted level.

Object Classification (in millions of dollars)

Identification code 12-1500-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	9	9	10
12.1 Civilian personnel benefits	3	3	3
21.0 Travel and transportation of persons	1	1	1
25.2 Other services	3	3	3
25.5 Research and development contracts	3	3	3
41.0 Grants, subsidies, and contributions	605	964	823
99.0 Direct obligations	624	983	843
99.0 Reimbursable obligations	10	10	10
99.9 Total new obligations	634	993	853

Employment Summary

Identification code 12-1500-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	204	252	252
Reimbursable:			
2001 Civilian full-time equivalent employment	6	6	6

BUILDINGS AND FACILITIES

Program and Financing (in millions of dollars)

Identification code 12-1501-0-1-352	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Change in obligated balances:			
72.40 Obligated balance, start of year	4	4	4
74.40 Obligated balance, end of year	4	4	4
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

Funds provide grants to States and other eligible recipients for the acquisition of land, construction, repair, improvement, extension, alteration and purchase of fixed equipment or facilities to carry out agricultural research, extension, and teaching programs. No funding has been appropriated to this account since 1997.

EXTENSION ACTIVITIES

For payments to States, the District of Columbia, Puerto Rico, Guam, the Virgin Islands, Micronesia, the Northern Marianas, and American Samoa, [\$494,923,000, of which \$11,831,000 shall be for the purposes, and in the amounts, specified in the table titled "Congressionally Designated Projects" in the statement of managers to accompany this Act] \$479,203,000, as follows: payments for cooperative extension work under the Smith-Lever Act, to be distributed under sections 3(b) and 3(c) of said Act, and under section 208(c) of Public Law 93-471, for retirement and employees' compensation costs for extension agents, \$297,500,000; payments for extension work at the 1994 Institutions under the Smith-Lever Act (7 U.S.C. 343(b)(3)), [\$4,321,000] \$5,321,000; payments for the nutrition and family education program for low-income areas under section 3(d) of the Act, \$68,070,000; payments for the pest management program under section 3(d) of the Act, \$9,938,000; [payments for the farm safety program under section 3(d) of the Act, \$4,863,000;] payments for New Technologies for Ag Extension under section 3(d) of the Act, \$1,750,000; payments to upgrade research, extension, and teaching facilities at institutions eligible to receive funds under 7 U.S.C. 3221 and 3222, \$19,770,000, to remain available until expended; payments for youth-at-risk programs under section 3(d) of the Smith-Lever Act, \$8,412,000; for youth farm safety education and certification extension grants, to be

awarded competitively under section 3(d) of the Act, \$486,000; payments for carrying out the provisions of the Renewable Resources Extension Act of 1978 (16 U.S.C. 1671 et seq.), \$4,068,000; payments for the federally-recognized Tribes Extension Program under section 3(d) of the Smith-Lever Act, [\$3,045,000] \$5,300,000; payments for sustainable agriculture programs under section 3(d) of the Act, [\$4,705,000] \$4,968,000; payments for rural health and safety education as authorized by section 502(i) of Public Law 92-419 (7 U.S.C. 2662(i)), \$1,738,000; payments for cooperative extension work by eligible institutions (7 U.S.C. 3221), \$42,677,000, provided that each institution receives no less than \$1,000,000; [for grants to youth organizations pursuant to 7 U.S.C. 7630, \$1,784,000; payments to carry out the food animal residue avoidance database program as authorized by 7 U.S.C. 7642, \$1,000,000;] payments to carry out section 1672(e)(49) of the Food, Agriculture, Conservation, and Trade Act of 1990 (7 U.S.C. 5925), as amended, \$400,000; and for necessary expenses of Extension Activities, [\$20,396,000] \$8,805,000. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-0502-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Smith-Lever Act, 3(b) and 3(c)	288	298	298
00.02 Youth at risk	8	8	8
00.04 Expanded food and nutrition education program (EFNEP)	66	68	68
00.05 Pest management	10	10	10
00.06 Farm Safety	5	5	.....
00.09 Federally Recognized Tribes Extension Program	3	3	5
00.13 Payments to 1890 colleges and Tuskegee Univ. and West Virginia State University	40	43	43
00.15 Renewable resources extension act	4	4	4
00.16 Federal administration	17	20	9
00.19 1890 facilities (section 1447)	18	20	20
00.21 Sustainable agriculture	5	5	5
00.22 1994 institutions activities	3	4	5
00.24 Rural health and safety education	2	2	2
00.25 Grants to youth serving organizations	2	2	.....
00.26 Risk management education .....	.....	10	5
00.27 New technologies for ag. extension	2	2	2
00.28 Healthy Urban Enterprise Development	1	1	1
00.29 Beginning Farmers and Ranchers Development Program	18	19	19
00.30 Food Animal Residue Avoidance Database	1	1	.....
09.00 Reimbursable program	36	16	16
10.00 Total new obligations	529	541	520
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year .....	.....	5	.....
22.00 New budget authority (gross)	534	536	520
23.90 Total budgetary resources available for obligation	534	541	520
23.95 Total new obligations	-529	-541	-520
24.40 Unobligated balance carried forward, end of year	5	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	474	495	479
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	3	16	16
58.10 Change in uncollected customer payments from Federal sources (unexpired)	33	.....	.....
58.90 Spending authority from offsetting collections (total discretionary)	36	16	16
Mandatory:			
60.00 Appropriation	1	1	1
62.00 Transferred from other accounts	23	24	24
62.50 Appropriation (total mandatory)	24	25	25
70.00 Total new budget authority (gross)	534	536	520
Change in obligated balances:			
72.40 Obligated balance, start of year	425	450	368
73.10 Total new obligations	529	541	520
73.20 Total outlays (gross)	-482	-623	-601
73.40 Adjustments in expired accounts (net)	-8	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-33	.....	.....
74.10 Change in uncollected customer payments from Federal sources (expired)	19	.....	.....

74.40	Obligated balance, end of year	450	368	287
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	204	312	303
86.93	Outlays from discretionary balances	272	293	276
86.97	Outlays from new mandatory authority	1	5	5
86.98	Outlays from mandatory balances	5	13	17
87.00	Total outlays (gross)	482	623	601
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-15	-16	-16
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-33	.....	.....
88.96	Portion of offsetting collections (cash) credited to expired accounts	12	.....	.....
Net budget authority and outlays:				
89.00	Budget authority	498	520	504
90.00	Outlays	467	607	585

The Cooperative Extension System, a national educational network, is a dynamic organization pledged to meeting the country's needs for research-based educational programs that will enable people to make practical decisions to improve their lives. To accomplish its mission, the Cooperative Extension System adjusts programs to meet the shifting needs and priorities of the people it serves.

The nonformal educational network combines the expertise and resources of Federal, State, and local partners. The partners in this unique System are: (a) The National Institute of Food and Agriculture at the U.S. Department of Agriculture; (b) Extension professionals at land-grant universities throughout the United States and its territories; and (c) Extension professionals in nearly all of the Nation's 3,150 counties. Thousands of paraprofessionals and nearly 3 million volunteers support this partnership and magnify its impact. Strong linkages with both public and private external groups are also crucial to the Cooperative Extension System's strength and vitality.

Programs supported with Smith-Lever 3(b) and (c) legislated formula funds are the major educational efforts central to the mission of the System and common to most Extension units. These programs are the foundation of the Extension organization and partnership that are intended to increase the number of community-based projects, families, and individuals reached to disseminate research findings as widely and quickly as possible. The use of electronic mail, satellite transmission of courses, and computer-assisted instruction are encouraged to communicate ideas.

Extension resources are provided to the States by these formula funds and competitively-awarded programs such as sustainable agriculture. Smith-Lever 3(b) and (c) funds and payments to the 1890 colleges and Tuskegee University and West Virginia State University provide funds to support the Extension's infrastructure. Funding for these programs is included in the 2011 Budget request.

Funds for designated programs, funded by Smith-Lever 3(d) such as Youth-At-Risk and Expanded Food and Nutrition Education Program (EFNEP), provide support for the Cooperative Extension System to address identified priority issues.

The FY 2011 Budget funds formula programs (Smith-Lever 3(b)(c) and Extension Programs at 1890's Institutions and Tuskegee University and West Virginia State Universities facilities), as well as other programs such as EFNEP, the children, youth and families at risk program, the youth farm safety education and certification program, and the pest management and rural health and safety programs at the enacted level. The Budget also includes increases for Indian reservation agents, Extension

EXTENSION ACTIVITIES—Continued

Services at 1994 Institutions and sustainable agriculture. In addition, total funding for NIFA reflects a reduction of 141 million in earmarks, with \$20 million of the reduction included in this account and \$121 million of the reduction included in the Research and Education Activities account.

Beginning Farmer and Rancher Development Program.—This mandatory program, authorized by section 7410 of the Food, Conservation, and Energy Act of 2008 (FCEA), 2008 Farm Bill, provides funding to support the development of education, outreach, curricula, workshops, educational teams, training, and technical assistance programs to assist beginning farmers and ranchers in the United States and its territories in entering, building, and managing successful farm and ranch enterprises. This program also will provide support for an online electronic and library clearinghouse to provide associated support to individually funded projects, and the overall program.

Healthy Urban Food Enterprise Development.—This mandatory program, authorized by section 4402 of the FCEA provides funding to be used to increase access to healthy affordable foods, including locally produced agricultural products, to underserved communities.

Object Classification (in millions of dollars)

Identification code 12-0502-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	12	12	12
12.1 Civilian personnel benefits	3	3	3
21.0 Travel and transportation of persons	1	1	1
25.2 Other services	3	3	3
25.5 Research and development contracts	2	2	2
41.0 Grants, subsidies, and contributions	472	504	483
99.0 Direct obligations	493	525	504
99.0 Reimbursable obligations	36	16	16
99.9 Total new obligations	529	541	520

Employment Summary

Identification code 12-0502-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	156	172	172

ANIMAL AND PLANT HEALTH INSPECTION
SERVICE

Federal Funds

SALARIES AND EXPENSES

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Animal and Plant Health Inspection Service, including up to \$30,000 for representation allowances and for expenses pursuant to the Foreign Service Act of 1980 (22 U.S.C. 4085), [\$904,953,000, of which \$24,410,000 shall be for the purposes, and in the amounts, specified in the table titled "Congressionally Designated Projects" in the statement of managers to accompany this Act] \$870,576,000, of which [\$2,058,000] \$2,085,000 shall be available for the control of outbreaks of insects, plant diseases, animal diseases and for control of pest animals and birds ("contingency fund") to the extent necessary to meet emergency conditions; of which [\$23,390,000] \$9,041,000 shall be used for the cotton pests program for cost share purposes or for debt retirement for active eradication zones; of which [\$5,300,000] \$14,241,000 shall be for a National Animal Identification program; of which \$900,000 shall be for activities under the authority of the Horse Protection Act of 1970, as amended (15 U.S.C. 1831); of which [\$60,243,000] \$52,519,000 shall be used to prevent and control avian influenza and shall remain available until expended: *Provided*, That

funds provided for the contingency fund to meet emergency conditions, \$4,474,000 for information technology infrastructure, \$63,568,000 for the fruit fly program, \$157,615,000 for emerging plant pests, cotton pests program, \$4,637,000 for the grasshopper and mormon cricket program, \$2,129,000 for the plum pox program, \$3,771,000 for the National Veterinary Stockpile, the National Animal Identification System, [up to] \$1,500,000 in the scrapie program for indemnities, [up to] \$1,000,000 for wildlife services methods development, [up to] \$1,500,000 of the wildlife services operations program for aviation safety, and [up to 25 percent] \$5,060,750 of the screwworm program shall remain available until expended: *Provided further*, That no funds shall be used to formulate or administer a brucellosis eradication program for the current fiscal year that does not require minimum matching by the States of at least 40 percent: *Provided further*, That this appropriation shall be available for the operation and maintenance of aircraft and the purchase of not to exceed four, of which two shall be for replacement only: *Provided further*, That, in addition, in emergencies which threaten any segment of the agricultural production industry of this country, the Secretary may transfer from other appropriations or funds available to the agencies or corporations of the Department such sums as may be deemed necessary, to be available only in such emergencies for the arrest and eradication of contagious or infectious disease or pests of animals, poultry, or plants, and for expenses in accordance with sections 10411 and 10417 of the Animal Health Protection Act (7 U.S.C. 8310 and 8316) and sections 431 and 442 of the Plant Protection Act (7 U.S.C. 7751 and 7772), and any unexpended balances of funds transferred for such emergency purposes in the preceding fiscal year shall be merged with such transferred amounts: *Provided further*, That appropriations hereunder shall be available pursuant to law (7 U.S.C. 2250) for the repair and alteration of leased buildings and improvements, but unless otherwise provided the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building.

In fiscal year [2010] 2011, the agency is authorized to collect fees to cover the total costs of providing technical assistance, goods, or services requested by States, other political subdivisions, domestic and international organizations, foreign governments, or individuals, provided that such fees are structured such that any entity's liability for such fees is reasonably based on the technical assistance, goods, or services provided to the entity by the agency, and such fees shall be credited to this account, to remain available until expended, without further appropriation, for providing such assistance, goods, or services. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-1600-0-1-352	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.00 1990 Food, Agricultural Quarantine Inspection Fees	494	498	508
02.20 Fees, Animal and Plant Health Inspection User Fee Account - legislative proposal subject to PAYGO			20
02.99 Total receipts and collections	494	498	528
04.00 Total: Balances and collections	494	498	528
Appropriations:			
05.00 Salaries and Expenses	-494	-498	-508
05.99 Total appropriations	-494	-498	-508
07.99 Balance, end of year			20

Program and Financing (in millions of dollars)

Identification code 12-1600-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Pest and disease exclusion	166	172	159
00.02 Plant and animal health monitoring	261	269	249
00.03 Pest and disease management programs	351	389	332
00.04 Animal care	22	22	23
00.05 Scientific and technical services	84	88	95
00.06 Contingencies	1	4	2
00.07 Emergency program funding	72	71	5
00.08 Information technology infrastructure	5	4	4

00.10	Physical/operational security	6	6	6
00.12	Agricultural Quarantine Inspection User Fees	204	208	203
00.13	VHS Supplemental		5	
00.14	H1N1 transfer from HHS		19	7
00.15	2008 Farm Bill, Sections 10201 and 10202	15	52	54
01.00	Total direct program	1,187	1,309	1,139
09.01	Reimbursable program	109	112	112
10.00	Total new obligations	1,296	1,421	1,251
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	312	237	122
22.00	New budget authority (gross)	1,182	1,280	1,225
22.10	Resources available from recoveries of prior year obligations	41		
22.22	Unobligated balance transferred from other accounts		26	
23.90	Total budgetary resources available for obligation	1,535	1,543	1,347
23.95	Total new obligations	-1,296	-1,421	-1,251
23.98	Unobligated balance expiring or withdrawn	-2		
24.40	Unobligated balance carried forward, end of year	237	122	96
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	877	908	871
42.00	Transferred from other accounts	29	28	
43.00	Appropriation (total discretionary)	906	936	871
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	99	108	109
58.10	Change in uncollected customer payments from Federal sources (unexpired)	13		
58.90	Spending authority from offsetting collections (total discretionary)	112	108	109
Mandatory:				
60.20	Appropriation (special fund)	494	498	508
61.00	Transferred to other accounts	-347	-312	-318
62.00	Transferred from other accounts	17	50	55
62.50	Appropriation (total mandatory)	164	236	245
70.00	Total new budget authority (gross)	1,182	1,280	1,225
Change in obligated balances:				
72.40	Obligated balance, start of year	381	353	360
73.10	Total new obligations	1,296	1,421	1,251
73.20	Total outlays (gross)	-1,268	-1,414	-1,376
73.40	Adjustments in expired accounts (net)	-7		
73.45	Recoveries of prior year obligations	-41		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-13		
74.10	Change in uncollected customer payments from Federal sources (expired)	5		
74.40	Obligated balance, end of year	353	360	235
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	784	903	850
86.93	Outlays from discretionary balances	260	285	284
86.97	Outlays from new mandatory authority	95	195	201
86.98	Outlays from mandatory balances	129	31	41
87.00	Total outlays (gross)	1,268	1,414	1,376
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-25	-31	-31
88.40	Non-Federal sources	-80	-77	-78
88.90	Total, offsetting collections (cash)	-105	-108	-109
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-13		
88.96	Portion of offsetting collections (cash) credited to expired accounts	6		
Net budget authority and outlays:				
89.00	Budget authority	1,070	1,172	1,116
90.00	Outlays	1,163	1,306	1,267

The major objective of the Animal and Plant Health Inspection Service (APHIS) is to protect the health and value of American agriculture and natural resources against a variety of threats. To achieve this mission, APHIS has developed a protection system

that is based on a strategic premise that safeguarding the health of animals, plants, and ecosystems makes possible safe agricultural trade and reduces losses to agricultural and natural resources. This mission is carried out under the five major areas of activity, as follows:

Pest and disease exclusion.—APHIS develops protocols for trade and travel to prevent the entry of plant or animal pests and diseases into the United States and conducts quarantines and treatments of regulated products. APHIS develops and conducts preclearance programs to ensure that agricultural products destined for U.S. ports-of-entry do not present a risk to U.S. agriculture. APHIS engages in cooperative programs in foreign countries to control pests of imminent concern to the United States. APHIS also certifies plants and plant products for export and regulates imports and exports of designated endangered plant species.

Plant and animal health monitoring.—APHIS conducts programs to assess animal and plant health and to detect endemic and exotic diseases and pests. The plant and animal health monitoring programs are primarily cooperative efforts of the Federal and State governments, and industry. APHIS also carries out surveys in cooperation with the States to detect harmful plant and animal pests and diseases and to determine if there is a need for pest eradication programs.

Pest and disease management programs.—APHIS carries out programs to control and eradicate infestations and animal diseases that threaten the United States; to reduce agricultural losses caused by predatory animals, birds, and rodents; to provide technical assistance to States, counties, farmer or rancher groups, and foundations; and to ensure compliance with interstate movement and disease control regulations. Interstate shipments of plants, livestock, and related materials are monitored and regulated to prevent the spread of disease. APHIS protects agriculture from detrimental animal predators through identification, demonstration, and application of the most appropriate methods of control. The budget for a number of programs is based on cost-share criteria for Federal and non-Federal partners to respond to a plant and animal infestation.

Animal care.—APHIS conducts regulatory activities that ensure the humane care and handling of animals used in research, exhibition, or the wholesale pet trade. APHIS is also responsible for administering the Horse Protection Act, which prohibits the showing, selling, or exhibition of sore horses.

Scientific and technical services.—APHIS develops methods to control animals and pests that are detrimental to agriculture, other wildlife, and public safety. APHIS regulates genetic research to guard against the release of potentially harmful organisms into the environment. APHIS also conducts veterinary diagnostic laboratory activities and biologic regulatory enforcement to ensure that the products developed for combatting disease are potent, safe, and pure. It also provides and directs technology development in coordination with other groups in APHIS to support programs of APHIS and its cooperators at the State, national, and international levels.

The 2011 Budget includes an additional \$8 million for the cost of salary increases. In addition, there are specific increases in monitoring and surveillance and scientific and technical programs totaling \$19 million and reductions in a number of programs, including cotton pests, which is nearing the end of its eradication activities; screwworm, which has closed its facility in Mexico and completed its relocation to the new facility in Darien, Panama; and Avian Influenza, due to past activities that have reduced the global risk of the spread of influenza among animals, including in North America. In addition, there are a number of changes in

SALARIES AND EXPENSES—Continued

pest and disease management programs, including increases for the Asian Longhorned Beetle (+\$16 million) to respond to the recent discovery of ALB in Massachusetts, and for the Light Brown Apple Moth in California (+\$10 million). There is also a reduction of \$ 24 million in the Emerald Ash Borer program based on its conversion from an eradication to a control program, as well as the availability of large balances from prior years. The Budget also proposes to increase funding for enforcement of the Horse Protection Act from the authorized level of \$500 thousand to \$900 thousand due to the large number of animals whose owners and exhibitors are in violation of the Act. Finally, the Budget proposes to eliminate \$27 million in earmarks that were funded in 2010.

Object Classification (in millions of dollars)

Identification code 12–1600–0–1–352	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	449	471	456
11.3 Other than full-time permanent	5	6	6
11.5 Other personnel compensation	6	6	6
11.9 Total personnel compensation	460	483	468
12.1 Civilian personnel benefits	132	138	135
13.0 Benefits for former personnel	1	1	1
21.0 Travel and transportation of persons	35	37	31
22.0 Transportation of things	4	4	4
23.1 Rent, Communications, and Utilities	44	45	45
24.0 Printing and reproduction	2	2	2
25.2 Other services	373	455	335
26.0 Supplies and materials	63	70	64
31.0 Equipment	33	35	31
41.0 Other grants, subsidies, and contributions	30	31	19
42.0 Other insurance claims and indemnities	9	8	4
43.0 Interest and dividends	1		
99.0 Direct obligations	1,187	1,309	1,139
99.0 Reimbursable obligations	109	112	112
99.9 Total new obligations	1,296	1,421	1,251

Employment Summary

Identification code 12–1600–0–1–352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	6,724	6,677	6,540
Reimbursable:			
2001 Civilian full-time equivalent employment	1,061	1,061	1,061

BUILDINGS AND FACILITIES

For plans, construction, repair, preventive maintenance, environmental support, improvement, extension, alteration, and purchase of fixed equipment or facilities, as authorized by 7 U.S.C. 2250, and acquisition of land as authorized by 7 U.S.C. 428a, \$4,712,000, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–1601–0–1–352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Buildings and facilities	2	7	5
10.00 Total new obligations (object class 25.2)	2	7	5
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	7	11	9
22.00 New budget authority (gross)	5	5	5
22.10 Resources available from recoveries of prior year obligations ...	1		
23.90 Total budgetary resources available for obligation	13	16	14

23.95 Total new obligations	–2	–7	–5
24.40 Unobligated balance carried forward, end of year	11	9	9
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	5	5	5
Change in obligated balances:			
72.40 Obligated balance, start of year	7	5	7
73.10 Total new obligations	2	7	5
73.20 Total outlays (gross)	–3	–5	–5
73.45 Recoveries of prior year obligations	–1		
74.40 Obligated balance, end of year	5	7	7
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority		1	1
86.93 Outlays from discretionary balances	3	4	4
87.00 Total outlays (gross)	3	5	5
Net budget authority and outlays:			
89.00 Budget authority	5	5	5
90.00 Outlays	3	5	5

The buildings and facilities account provides for plans, construction, repair, preventive maintenance, environmental support, improvement, extension, alteration, purchase of fixed equipment or facilities, and acquisition of land, as needed, for Animal and Plant Health Inspection Service (APHIS) operated facilities, which include animal quarantine stations, border inspection stations, sterile insect rearing facilities, and laboratories.

For these activities, the 2011 Budget proposes \$4.712 million which includes funding to address safety issues with several facilities.

Trust Funds

MISCELLANEOUS TRUST FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–9971–0–7–352	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.20 Deposits of Miscellaneous Contributed Funds, APHIS	17	14	14
02.99 Total receipts and collections	17	14	14
04.00 Total: Balances and collections	17	14	14
Appropriations:			
05.00 Miscellaneous Trust Funds	–17	–14	–14
05.99 Total appropriations	–17	–14	–14
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12–9971–0–7–352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Miscellaneous trust funds	18	18	17
10.00 Total new obligations	18	18	17
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	16	16	12
22.00 New budget authority (gross)	17	14	14
22.10 Resources available from recoveries of prior year obligations ...	1		
23.90 Total budgetary resources available for obligation	34	30	26
23.95 Total new obligations	–18	–18	–17
24.40 Unobligated balance carried forward, end of year	16	12	9

New budget authority (gross), detail:
Mandatory:

60.26	Appropriation (trust fund)	17	14	14
Change in obligated balances:				
72.40	Obligated balance, start of year	2	2	3
73.10	Total new obligations	18	18	17
73.20	Total outlays (gross)	-17	-17	-15
73.45	Recoveries of prior year obligations	-1	.....	.....
74.40	Obligated balance, end of year	2	3	5
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	12	12	13
86.98	Outlays from mandatory balances	5	5	2
87.00	Total outlays (gross)	17	17	15
Net budget authority and outlays:				
89.00	Budget authority	17	14	14
90.00	Outlays	17	17	15

The following services are financed by fees and miscellaneous contributions advanced by importers, manufacturers, States, organizations, individuals, and others:

Miscellaneous contributed funds.—Funds are received from States, local organizations, individuals, and others and are available for plant and animal quarantine inspection and co-operative plant and animal disease and pest control activities (7 U.S.C. 450b, 2220). Commencing in 1979, fees were collected for the importation of commercial birds.

Object Classification (in millions of dollars)

Identification code 12-9971-0-7-352		2009 actual	2010 est.	2011 est.
Direct obligations:				
11.1	Personnel compensation: Full-time permanent	9	9	9
12.1	Civilian personnel benefits	2	2	1
21.0	Travel and transportation of persons	3	3	3
25.2	Other services	1	1	1
26.0	Supplies and materials	2	2	2
31.0	Equipment .....	.....	.....	1
41.0	Grants, subsidies, and contributions	1	1	.....
99.9	Total new obligations	18	18	17

Employment Summary

Identification code 12-9971-0-7-352		2009 actual	2010 est.	2011 est.
Direct:				
1001	Civilian full-time equivalent employment	150	150	150

FOOD SAFETY AND INSPECTION SERVICE

Federal Funds

FOOD SAFETY AND INSPECTION SERVICE

For necessary expenses to carry out services authorized by the Federal Meat Inspection Act, the Poultry Products Inspection Act, and the Egg Products Inspection Act, including not to exceed \$50,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), **[\$1,018,520,000]** *\$1,036,900,000*; and in addition, \$1,000,000 may be credited to this account from fees collected for the cost of laboratory accreditation as authorized by section 1327 of the Food, Agriculture, Conservation and Trade Act of 1990 (7 U.S.C. 138f): *Provided*, That funds provided for the Public Health Data Communication Infrastructure system shall remain available until expended: **[Provided further**, That no fewer than 140 full-time equivalent positions shall be employed during fiscal year 2010 for purposes dedicated solely to inspections and enforcement related to the Humane Methods of Slaughter Act: *Provided further*, That of the amount available under this heading, \$3,000,000 shall be obligated to maintain the Humane Animal Tracking System as part of the Public Health Data Communication Infrastructure System: **]** *Provided further*, That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but the cost of altering any one building

during the fiscal year shall not exceed 10 percent of the current replacement value of the building. (7 U.S.C. 450, 1901-06; 10 U.S.C. 2306; 18 U.S.C. 1114; 21 U.S.C. 451-470, 601-624, 641-645, 661, 671-680, 691-692; 694-695; Public Law 99-641; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-3700-0-1-554	2009 actual	2010 est.	2011 est.
01.00	Balance, start of year .....	.....	.....
01.99	Balance, start of year .....	.....	.....
Receipts:			
02.20	Fees, Food Safety Inspection User Fee Account - legislative proposal subject to PAYGO .....	.....	11
04.00	Total: Balances and collections .....	.....	11
07.99	Balance, end of year .....	.....	11

Program and Financing (in millions of dollars)

Identification code 12-3700-0-1-554		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Salaries and expenses	975	1,021	1,037
09.01	Reimbursable program	125	121	121
10.00	Total new obligations	1,100	1,142	1,158
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	8	17	15
22.00	New budget authority (gross)	1,107	1,140	1,158
22.10	Resources available from recoveries of prior year obligations	3		
23.90	Total budgetary resources available for obligation	1,118	1,157	1,173
23.95	Total new obligations	-1,100	-1,142	-1,158
23.98	Unobligated balance expiring or withdrawn	-1		
24.40	Unobligated balance carried forward, end of year	17	15	15
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	972	1,019	1,037
41.00	Transferred to other accounts	-13		
42.00	Transferred from other accounts	13		
43.00	Appropriation (total discretionary)	972	1,019	1,037
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	145	121	121
58.10	Change in uncollected customer payments from Federal sources (unexpired)	-10		
58.90	Spending authority from offsetting collections (total discretionary)	135	121	121
70.00	Total new budget authority (gross)	1,107	1,140	1,158

Change in obligated balances:

72.40	Obligated balance, start of year	163	168	194
73.10	Total new obligations	1,100	1,142	1,158
73.20	Total outlays (gross)	-1,102	-1,116	-1,154
73.45	Recoveries of prior year obligations	-3	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired)	10	.....	.....
74.40	Obligated balance, end of year	168	194	198

Outlays (gross), detail:

86.90	Outlays from new discretionary authority	962	935	949
86.93	Outlays from discretionary balances	140	181	205
87.00	Total outlays (gross)	1,102	1,116	1,154

Offsets:

Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-2	-1	-1
88.40	Non-Federal sources	-144	-120	-120
88.90	Total, offsetting collections (cash)	-146	-121	-121
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	10		

FOOD SAFETY AND INSPECTION SERVICE—Continued
Program and Financing—Continued

Identification code 12-3700-0-1-554		2009 actual	2010 est.	2011 est.
88.96	Portion of offsetting collections (cash) credited to expired accounts	1		
Net budget authority and outlays:				
89.00	Budget authority	972	1,019	1,037
90.00	Outlays	956	995	1,033

The primary objective of the Food Safety and Inspection Service (FSIS) is to ensure that meat, poultry, and egg products are wholesome, unadulterated, and properly labeled and packaged, as required by the Federal Meat Inspection Act, the Poultry Products Inspection Act, and the Egg Products Inspection Act. In carrying out this mission, FSIS oversight responsibility covers a significant percentage of American spending on food. Providing adequate resources for Federal food safety agencies is a priority of the Administration, and the 2011 Budget proposes an \$18 million increase from the 2010 enacted funding level for inspection of meat, poultry, and egg products. The proposed budget for 2011 will cover increases for pay costs, upgrades to the agency's information system infrastructure, increased Hazard Analysis and Critical Control Point (HACCP) testing, additional baseline studies, and strengthening of the public health epidemiology program. The decreases for 2011 include reductions in funding for the catfish inspection program, the Food Emergency Response Network (FERN), and other homeland security laboratory expenses. In addition, legislation will be submitted for two user fees. The first is a performance-based user fee, which will be charged to plants that have sample failures or require additional inspection activities due to a pattern of regulatory non-compliance. The second one is a flat fee for facility applications and annual renewal activities in order to cover the increased costs above those basic inspection services provided to meat, poultry or processed egg products establishments. The amount of this fee would be based on a plant's size.

FEDERALLY FUNDED INSPECTION ACTIVITIES

FEDERALLY FUNDED INSPECTION ACTIVITIES		2009 actual	2010 est.	2011 est.
Federally inspected establishments:				
Slaughter plants	153	166	179	
Processing plants	4,331	4,426	4,523	
Combination slaughter and processing plants	991	1,015	1,039	
Talmdage-Aiken plants	341	337	333	
Import establishments	129	129	130	
Egg plants	84	88	92	
Other plants	666	667	668	
Federally inspected and passed production (millions of pounds):				
Meat slaughter	49,013	49,916	50,836	
Poultry slaughter	56,166	56,418	56,671	
Egg products	3,923	3,844	3,767	
Import/export activity (millions of pounds)				
Meat and poultry imported	3,224	3,315	3,500	
Meat and poultry exported	15,084	15,135	15,050	
Intrastate inspection ¹				
Intrastate inspection	27	27	27	
Talmdage-Aiken inspection	9	9	9	
Number of slaughter and/or processing plants (excludes exempt plants)	1,772	1,701	1,632	
Compliance activities: ²				
Investigations and surveillance activities	13,735	15,109	18,131	
Enforcement actions completed	1,110	1,221	1,465	
Product Testing (samples analyzed):				
Food chemistry	284	291	299	
Food microbiology	77,376	77,569	109,943	
Chemical residues	17,730	15,662	13,836	
Antibiotic residues	166,876	183,591	201,981	
Pathology samples	5,037	5,138	5,242	
Egg Products:				
Food microbiology	1,716	1,747	1,779	
Consumer Education and public outreach:				
Meat and poultry hotline calls received	67,941	65,000	63,000	

Website visits	15,279,988	18,300,000	21,300,000
Electronic messages received	6,479	6,700	7,000
Publications distributed	1,200,000	1,400,000	1,600,000
E-mail alert service subscribers	72,368	79,600	85,000
Epidemiological Investigations:			
Cooperative efforts with State and public health offices	62	61	59
Illnesses reported and treated ³	1,878	1,940	2,004

¹States with cooperative agreements which are operating programs.²Number decreased due to re-allocation of resources to Food Safety outbreak investigation and Export Certification Investigation.³Data must be collected over a number of years to chart national trends and estimate the incidence of foodborne illness and treatment.

Object Classification (in millions of dollars)

Identification code 12-3700-0-1-554		2009 actual	2010 est.	2011 est.
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	525	547	552
11.3	Other than full-time permanent	12	12	12
11.5	Other personnel compensation	23	24	24
11.9	Total personnel compensation	560	583	588
12.1	Civilian personnel benefits	188	196	197
13.0	Benefits for former personnel	1	1	1
21.0	Travel and transportation of persons	39	39	39
22.0	Transportation of things	4	4	4
23.1	Rental payments to GSA	1	1	1
23.2	Rental payments to others	1	1	1
23.3	Communications, utilities, and miscellaneous charges	14	20	18
24.0	Printing and reproduction	1	1	1
25.1	Advisory and assistance services	5	3	3
25.2	Other services	62	59	59
25.3	Other purchases of goods and services from Government accounts	29	34	32
25.4	Operation and maintenance of facilities	1	2	3
25.7	Operation and maintenance of equipment	1	1	1
26.0	Supplies and materials	12	12	15
31.0	Equipment	4	14	20
32.0	Land and structures			4
41.0	Grants, subsidies, and contributions	50	50	50
42.0	Insurance claims and indemnities	1		
99.0	Direct obligations	974	1,021	1,037
99.0	Reimbursable obligations	125	121	121
99.5	Below reporting threshold	1		
99.9	Total new obligations	1,100	1,142	1,158

Employment Summary

Identification code 12-3700-0-1-554		2009 actual	2010 est.	2011 est.
Direct:				
1001	Civilian full-time equivalent employment	9,343	9,587	9,618
Reimbursable:				
2001	Civilian full-time equivalent employment	43	43	43

Trust Funds

EXPENSES AND REFUNDS, INSPECTION AND GRADING OF FARM PRODUCTS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8137-0-7-352		2009 actual	2010 est.	2011 est.
01.00	Balance, start of year			
01.99	Balance, start of year			
Receipts:				
02.20	Deposits of Fees, Inspection and Grading of Farm Products, Food Safety and Quality Service	11	9	9
02.99	Total receipts and collections	11	9	9
04.00	Total: Balances and collections	11	9	9
Appropriations:				
05.00	Expenses and Refunds, Inspection and Grading of Farm Products	-11	-9	-9
05.99	Total appropriations	-11	-9	-9
07.99	Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-8137-0-7-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Expenses and refunds, inspection and grading of farm products	10	9	9
10.00 Total new obligations	10	9	9
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		3	3
22.00 New budget authority (gross)	13	9	9
23.90 Total budgetary resources available for obligation	13	12	12
23.95 Total new obligations	-10	-9	-9
24.40 Unobligated balance carried forward, end of year	3	3	3
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	11	9	9
69.00 Offsetting collections (cash)	2		
70.00 Total new budget authority (gross)	13	9	9
Change in obligated balances:			
72.40 Obligated balance, start of year	-1		
73.10 Total new obligations	10	9	9
73.20 Total outlays (gross)	-9	-9	-9
74.40 Obligated balance, end of year			
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	8	9	9
86.98 Outlays from mandatory balances	1		
87.00 Total outlays (gross)	9	9	9
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-2		
Net budget authority and outlays:			
89.00 Budget authority	11	9	9
90.00 Outlays	7	9	9

Under authority of the Agricultural Marketing Act of 1946, Federal meat and poultry inspection services are provided upon request and for a fee in cases where inspection is not mandated by statute. This service includes: certifying products for export beyond the requirements of export certificates; inspecting certain animals and poultry intended for human food where inspection is not required by statute, such as buffalo, rabbit, and quail; and inspecting products intended for animal consumption.

Object Classification (in millions of dollars)

Identification code 12-8137-0-7-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	6	6	6
11.5 Other personnel compensation	2	2	2
11.9 Total personnel compensation	8	8	8
12.1 Civilian personnel benefits	1	1	1
99.0 Direct obligations	9	9	9
99.5 Below reporting threshold	1		
99.9 Total new obligations	10	9	9

Employment Summary

Identification code 12-8137-0-7-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	74	66	66

**GRAIN INSPECTION, PACKERS AND STOCKYARDS
ADMINISTRATION****Federal Funds****SALARIES AND EXPENSES**

For necessary expenses of the Grain Inspection, Packers and Stockyards Administration, **[\$41,964,000]** \$44,192,000: *Provided*, That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building. (7 U.S.C. 71, 74-79, 84-87, 181-229, 1621-27; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-2400-0-1-352	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.20 Fees, Grain Inspection, Packers and Stockyards User Fee Account			
- legislative proposal subject to PAYGO			29
04.00 Total: Balances and collections			29
07.99 Balance, end of year			29

Program and Financing (in millions of dollars)

Identification code 12-2400-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Standardization	4	4	4
00.02 Compliance	7	7	7
00.03 Methods development	7	7	8
00.04 Packers and stockyards program	22	24	25
09.01 Reimbursable program	1	1	1
10.00 Total new obligations	41	43	45
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	41	43	45
23.95 Total new obligations	-41	-43	-45
24.40 Unobligated balance carried forward, end of year			
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	40	42	44
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	1	1	1
70.00 Total new budget authority (gross)	41	43	45
Change in obligated balances:			
72.40 Obligated balance, start of year	7	7	7
73.10 Total new obligations	41	43	45
73.20 Total outlays (gross)	-41	-43	-44
74.40 Obligated balance, end of year	7	7	8
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	36	36	37
86.93 Outlays from discretionary balances	5	7	7
87.00 Total outlays (gross)	41	43	44
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-1	-1	-1
Net budget authority and outlays:			
89.00 Budget authority	40	42	44
90.00 Outlays	40	42	43

The Grain Inspection, Packers and Stockyards Administration's (GIPSA) Grain Regulatory Program promotes and enforces the accurate and uniform application of the United States Grain Standards Act (USGSA) and applicable provisions of the Agricul-

SALARIES AND EXPENSES—Continued

tural Marketing Act of 1946. GIPSA identifies, evaluates, and implements new or improved techniques for measuring grain quality. GIPSA also establishes and updates testing and grading standards to facilitate the marketing of U.S. grain, oilseeds, and related products. GIPSA briefs foreign buyers, assesses foreign inspection and weighing techniques, and responds to foreign quality and quantity complaints. An advisory committee consisting of members from the grain industry exists to advise the Agency regarding efficient and economical implementation of the USGSA. The Grain Quality Improvement Act of 1986 was enacted on November 10, 1986, to improve the quality of U.S. grain by prohibiting the introduction and reintroduction of dockage and foreign material to grain.

GIPSA's Packers and Stockyards Program (P&SP) promotes fair business practices, financial integrity, and competitive environments to market livestock, meat, and poultry. Through its oversight activities, including monitoring programs, reviews, and investigations, P&SP fosters fair competition, provides payment protection, and guards against deceptive and fraudulent trade practices that affect the movement and price of meat animals and their products. P&SP's work protects consumers and members of the livestock, meat, and poultry industries. P&SP enforces the Packers and Stockyards (P&S) Act, which prohibits unfair, deceptive, and unjust discriminatory practices by market agencies, dealers, stockyards, packers, swine contractors, and live poultry dealers in the livestock, meat packing, and poultry industries. The P&S Act provides an important safety net for livestock producers and poultry growers in rural America. P&SP conducts routine and ongoing regulatory inspections and audits to assess whether subject entities are operating in compliance with the Act, and conducts investigations of potential P&S Act violations identified by either industry complaints or previous GIPSA regulatory inspections. All activities are carried out by a cadre of specialists including economists, legal specialists, accountants, and agricultural marketing professionals.

MAIN WORKLOAD FACTORS

	2009 actual	2010 est.	2011 est.
Grain Regulatory Program			
U.S. standards and factors (attribute tests) in effect at end of year	136	129	129
Standards reviews and factors in progress	1	2	4
Standards reviews and factors completed	5	0	2
On-site investigations	10	12	12
Designations renewed	20	19	19
Registration certificates issued	148	149	149
Packers and Stockyards Program			
Investigations	1,087	1,120	1,153
Regulatory Activities	2,023	2,043	2,064
Livestock market agencies/dealers registered	5,754	5,696	5,639
Stockyards posted	1,170	1,182	1,175
Slaughtering and processing packers subject to the Act (estimated)	3,201	3,233	3,265
Meat distributors, brokers, and dealers subject to the Act (estimated)	4,062	4,103	4,144
Poultry operations subject to the Act	125	125	125

Object Classification (in millions of dollars)

Identification code 12-2400-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	24	25	25
12.1 Civilian personnel benefits	6	6	8
21.0 Travel and transportation of persons	2	2	2
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	5	5	5
26.0 Supplies and materials	1	1	1
31.0 Equipment	1	2	2
99.0 Direct obligations	40	42	44
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations	41	43	45

Employment Summary

Identification code 12-2400-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	266	273	289
Reimbursable:			
2001 Civilian full-time equivalent employment	5	5	5

LIMITATION ON INSPECTION AND WEIGHING SERVICES EXPENSES

Not to exceed **[\$42,463,000] \$45,041,000** (from fees collected) shall be obligated during the current fiscal year for inspection and weighing services: *Provided*, That if grain export activities require additional supervision and oversight, or other uncontrollable factors occur, this limitation may be exceeded by up to 10 percent with notification to the Committees on Appropriations of both Houses of Congress. (7 U.S.C. 71, 74-79, 84-87, 181-229, 1621-27; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-4050-0-3-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
09.00 Limitation on inspection and weighing services expenses	41	42	45
10.00 Total new obligations	41	42	45
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	11	10	10
22.00 New budget authority (gross)	40	42	45
23.90 Total budgetary resources available for obligation	51	52	55
23.95 Total new obligations	-41	-42	-45
24.40 Unobligated balance carried forward, end of year	10	10	10
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	41	42	45
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-1		
69.90 Spending authority from offsetting collections (total mandatory)	40	42	45
Change in obligated balances:			
72.40 Obligated balance, start of year	-2	-2	
73.10 Total new obligations	41	42	45
73.20 Total outlays (gross)	-42	-40	-45
74.00 Change in uncollected customer payments from Federal sources (unexpired)	1		
74.40 Obligated balance, end of year	-2		
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		40	45
86.98 Outlays from mandatory balances	3		
87.00 Total outlays (gross)	42	40	45
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-41	-42	-45
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	1		
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	1	-2	

The Grain Inspection, Packers and Stockyards Administration (GIPSA) provides a uniform system for the inspection and weighing of grain. Services provided under this system are financed through a fee -supported revolving fund.

Fee-supported programs include direct services, supervision activities and administrative functions. Direct services include

official grain inspection and weighing by GIPSA employees at certain export ports as well as the inspection of U.S. grain shipped through Canada. GIPSA supervises the inspection and weighing activities performed by its own employees. GIPSA also oversees the inspection and weighing of grain performed by employees of 4 delegated States and 51 designated State and private agencies. GIPSA provides an appeal service of original grain inspections and a registration system for grain exporting firms. Through support from the Association of American Railroads and user fees, GIPSA conducts a railroad track scale testing program. In addition, GIPSA provides grading services, on request, for rice and grain related products under the authority of the Agricultural Marketing Act of 1946.

	2009 actual	2010 est.	2011 est.
Export grain inspected and/or weighed (million metric tons):			
By Federal personnel	71.4	74.0	74.0
By delegated States	24.9	26.0	26.0
Quantity of grain inspected (official inspections) domestically (million metric tons)	168.3	168.0	169.0
Number of grain official inspections and reinspections:			
By Federal personnel	101,831	104,000	104,000
By delegated state/official agency licenses	3,053,053	3,120,000	3,120,000
Number of appeals (Grain, Rice, and Pulses)	2,555	3,170	3,170
Number of appeals to the Board of Appeals and Review (Grain, Rice, and Pulses)	274	415	415
Quantity of rice inspected (million metric tons)	2.3	2.5	2.6
Quantity of rice exports (million metric tons)	4.2	4.4	4.1

Object Classification (in millions of dollars)

Identification code 12-4050-0-3-352	2009 actual	2010 est.	2011 est.
Reimbursable obligations:			
Personnel compensation:			
11.1 Full-time permanent	29	30	32
11.3 Other than full-time permanent	1	1	1
11.9 Total personnel compensation	30	31	33
12.1 Civilian personnel benefits	5	5	6
21.0 Travel and transportation of persons	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	3	3	3
26.0 Supplies and materials	1	1	1
99.9 Total new obligations	41	42	45

Employment Summary

Identification code 12-4050-0-3-352	2009 actual	2010 est.	2011 est.
Reimbursable:			
2001 Civilian full-time equivalent employment	411	411	411

AGRICULTURAL MARKETING SERVICE

Federal Funds

MARKETING SERVICES

For necessary expenses of the Agricultural Marketing Service, **[\$91,148,000] \$97,255,000**: *Provided*, That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building.

Fees may be collected for the cost of standardization activities, as established by regulation pursuant to law (31 U.S.C. 9701). (7 U.S.C. 91-99, 136i-136l, 138-138l, 291-292, 415b-415d, 471-476, 501-508, 581-599, 951-957, 1031-1056, 1291, 1551-56, 1621-27, 2204(b)(c), 4401-06, 6501-22; 15 U.S.C. 714-714p; 21 U.S.C. 1031-56; 26 U.S.C. 6804, 7233, 7263, 7492-93, 7701; 49 U.S.C. 1653; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010*.)

LIMITATION ON ADMINISTRATIVE EXPENSES

Not to exceed **[\$64,583,000] \$60,947,000** (from fees collected) shall be obligated during the current fiscal year for administrative expenses:

Provided, That if crop size is understated and/or other uncontrollable events occur, the agency may exceed this limitation by up to 10 percent with notification to the Committees on Appropriations of both Houses of Congress. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010*.)

Program and Financing (in millions of dollars)

Identification code 12-2500-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Market news service	33	34	35
00.02 Inspection and standardization	8	8	8
00.03 Market protection and promotion	44	48	57
00.04 Wholesale market development	3	3	4
00.05 Transportation services	3	3	3
09.01 Reimbursable program	46	69	65
10.00 Total new obligations	137	165	172

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	34	26	25
22.00 New budget authority (gross)	129	164	172
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	164	190	197
23.95 Total new obligations	-137	-165	-172
23.98 Unobligated balance expiring or withdrawn	-1		
24.40 Unobligated balance carried forward, end of year	26	25	25

New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	87	91	97
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	37	68	64
58.00 Offsetting collections (cash) interest earned			1
58.90 Spending authority from offsetting collections (total discretionary)	37	68	65
Mandatory:			
62.00 Transferred from other accounts	5	5	10
70.00 Total new budget authority (gross)	129	164	172

Change in obligated balances:			
72.40 Obligated balance, start of year	22	32	24
73.10 Total new obligations	137	165	172
73.20 Total outlays (gross)	-124	-173	-170
73.40 Adjustments in expired accounts (net)	-2		
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	32	24	26

Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	105	149	152
86.93 Outlays from discretionary balances	19	20	13
86.98 Outlays from mandatory balances		4	5
87.00 Total outlays (gross)	124	173	170

Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-1	-3	-3
88.20 Interest on Federal securities			-1
88.40 Non-Federal sources	-36	-65	-61
88.90 Total, offsetting collections (cash)	-37	-68	-65

Net budget authority and outlays:			
89.00 Budget authority	92	96	107
90.00 Outlays	87	105	105

Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities: Par value		12	13
92.02 Total investments, end of year: Federal securities: Par value	12	13	11

Agricultural Marketing Service activities assist producers and handlers of agricultural commodities by providing a variety of marketing-related services. These services continue to become more complex as the volume of agricultural commodities increases, as a greater number of new processed commodities are

MARKETING SERVICES—Continued

developed, and as the agricultural market structure undergoes extensive changes. Marketing changes include increased concentration in food retailing, direct buying, decentralization of processing, growth of interregional competition, vertical integration, and contract farming.

The individual Marketing Services activities include:

Market news service.—The market news program provides the agricultural community with information pertaining to the movement of agricultural products. This nationwide service provides daily reports on the supply, demand, and price of over 700 commodities on domestic and foreign markets.

Inspection, grading and standardization.—Nationally uniform standards of quality for agricultural products are established and applied to specific lots of products to: promote confidence between buyers and sellers; reduce hazards in marketing due to misunderstandings and disputes arising from the use of nonstandard descriptions; and encourage better preparation of uniform quality products for market. Grading services are provided on request for cotton and tobacco.

Quarterly inspection of egg handlers and hatcheries is conducted to ensure the proper disposition of shell eggs unfit for human consumption.

MARKET NEWS PROGRAM

	2009 actual	2010 est.	2011 est.
Percentage of reports released on time	95%	95%	95%

COTTON AND TOBACCO USER FEE PROGRAM

	2009 actual	2010 est.	2011 est.
Cotton classed (bales in millions)	12	12	12
Domestic tobacco graded (million pounds)	11	11	11
Imported tobacco inspected (million kilograms)	64	71	71

FEDERALLY FUNDED INSPECTION AND MARKETING ACTIVITIES

	2009 actual	2010 est.	2011 est.
States and Commonwealths with cooperative agreements	52	52	52
Percentage of noncomplying shell egg lots that are reprocessed or diverted	100%	100%	100%

STANDARDIZATION ACTIVITIES

	2009 actual	2010 est.	2011 est.
International and U.S. standards in effect, end of fiscal year	578	581	583
Number of commodities covered	223	223	224

Market protection and promotion.—This program consists of: (1) the research and promotion programs which are designed to improve the competitive position and expand markets for cotton, eggs and egg products, honey, pork, beef, dairy products, potatoes, watermelons, mushrooms, soybeans, fluid milk, popcorn, blueberries, avocados, lamb, mangos and peanuts; (2) the Federal Seed Act; and (3) the administration of the Capper-Volstead Act and the Agricultural Fair Practices Act.

The pesticide recordkeeping program monitors compliance of private certified applicators with Federal regulations requiring them to keep records of restricted pesticides used in agricultural production.

The pesticide data program develops comprehensive, statistically defensible information on pesticide residues in food to improve government dietary risk procedures.

Federal seed inspectors conduct tests on seed samples to help ensure truthful labeling of agricultural and vegetable seeds sold in interstate commerce.

The Capper-Volstead Act and the Agricultural Fair Practices Act protect producers against discriminatory practices by handlers, permit producers to engage in cooperative efforts, and ensure that such cooperatives do not engage in practices that monopolize or restrain trade.

The National Organic Program certifies that organically produced food products meet national standards.

MARKET PROTECTION AND PROMOTION ACTIVITIES

	2009 actual	2010 est.	2011 est.
Pesticide data program (PDP):			
Number of children's food commodities included in PDP	47	48	48
Number of compounds reported by PDP labs	388	391	391
Pesticide recordkeeping:			
Number of State/Federal Inspections conducted	4000	4,000	4,000
Percentage of sampling goal attained	100%	100%	100%
Seed Act:			
Interstate investigations:			
Completed	350	350	350
Pending	375	375	375
Seed samples tested	1400	1400	1400
Percentage of cases submitted that are completed	100%	100%	100%
Plant Variety Protection Act:			
Number of applications received	325	325	325
Certificates of protection issued and abandoned	375	375	375
Research and promotion collections (dollars in millions)	526	526	526
Percentage of board budgets and marketing plans approved within time frame goal	100%	100%	100%

Wholesale market development.—This program is designed to enhance the marketing of domestic agricultural commodities by conducting research into more efficient marketing methods and by providing technical assistance to areas interested in improving their food distribution facilities.

Transportation Services.—The activities are designed to help ensure that the Nation's transportation systems will adequately serve the needs of agriculture and rural areas of the United States.

WHOLESALE MARKET DEVELOPMENT ACTIVITIES

	2009 actual	2010 est.	2011 est.
Number of projects completed	12	12	12

TRANSPORTATION SERVICES ACTIVITIES

	2009 actual	2010 est.	2011 est.
Number of projects completed	12	12	12

Object Classification (in millions of dollars)

Identification code 12-2500-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	31	33	34
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	3	3	3
11.9 Total personnel compensation	35	37	38
12.1 Civilian personnel benefits	9	10	10
21.0 Travel and transportation of persons	2	2	3
23.2 Rental payments to others	2	2	2
23.3 Communications, utilities, and miscellaneous charges	2	2	2
25.2 Other services	23	19	22
25.3 Other purchases of goods and services from Government accounts	16	17	17
26.0 Supplies and materials	1	1	1
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions		5	11
99.0 Direct obligations	91	96	107
99.0 Reimbursable obligations	46	69	65
99.9 Total new obligations	137	165	172

Employment Summary

Identification code 12-2500-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	421	464	464
Reimbursable:			
2001 Civilian full-time equivalent employment	392	391	391

PAYMENTS TO STATES AND POSSESSIONS

For payments to departments of agriculture, bureaus and departments of markets, and similar agencies for marketing activities under section 204(b) of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623(b)),

[\$1,334,000] \$2,634,000. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12–2501–0–1–352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Payments to States and possessions	58	58	58
10.00 Total new obligations	58	58	58
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	8	1	.....
22.00 New budget authority (gross)	51	57	58
23.90 Total budgetary resources available for obligation	59	58	58
23.95 Total new obligations	–58	–58	–58
24.40 Unobligated balance carried forward, end of year	1	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	2	2	3
Mandatory:			
62.00 Transferred from other accounts	49	55	55
70.00 Total new budget authority (gross)	51	57	58
Change in obligated balances:			
72.40 Obligated balance, start of year	15	59	96
73.10 Total new obligations	58	58	58
73.20 Total outlays (gross)	–14	–21	–40
74.40 Obligated balance, end of year	59	96	114
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority .....	.....	1	1
86.93 Outlays from discretionary balances	14	1	1
86.98 Outlays from mandatory balances .....	.....	19	38
87.00 Total outlays (gross)	14	21	40
Net budget authority and outlays:			
89.00 Budget authority	51	57	58
90.00 Outlays	14	21	40

Grants are made on a matching fund basis to State departments of agriculture to carry out specifically approved value-added programs designed to spotlight local marketing initiatives and enhance marketing efficiency. Under this activity, specialists work with farmers, marketing firms, and other agencies in solving marketing problems and in using research results.

Object Classification (in millions of dollars)

Identification code 12–2501–0–1–352	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	56	56	55
41.0 Grants, subsidies, and contributions	2	2	3
99.9 Total new obligations	58	58	58

Employment Summary

Identification code 12–2501–0–1–352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	4	4	4

PERISHABLE AGRICULTURAL COMMODITIES ACT FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–5070–0–2–352	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year

01.99 Balance, start of year .....	.....	.....	.....
Receipts:			
02.00 License Fees and Defaults, Perishable Agricultural Commodities Act Fund	7	7	7
02.99 Total receipts and collections	7	7	7
04.00 Total: Balances and collections	7	7	7
Appropriations:			
05.00 Perishable Agricultural Commodities Act Fund	–7	–7	–7
05.99 Total appropriations	–7	–7	–7
07.99 Balance, end of year .....	.....	.....	.....

Program and Financing (in millions of dollars)

Identification code 12–5070–0–2–352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Perishable Agricultural Commodities Act	10	11	11
10.00 Total new obligations	10	11	11
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	11	8	4
22.00 New budget authority (gross)	7	7	7
23.90 Total budgetary resources available for obligation	18	15	11
23.95 Total new obligations	–10	–11	–11
24.40 Unobligated balance carried forward, end of year	8	4	.....
New budget authority (gross), detail:			
Mandatory:			
60.20 Appropriation (special fund)	7	7	7
Change in obligated balances:			
72.40 Obligated balance, start of year	1	1	1
73.10 Total new obligations	10	11	11
73.20 Total outlays (gross)	–10	–11	–10
74.40 Obligated balance, end of year	1	1	2
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	7	7	7
86.98 Outlays from mandatory balances	3	4	3
87.00 Total outlays (gross)	10	11	10
Net budget authority and outlays:			
89.00 Budget authority	7	7	7
90.00 Outlays	10	11	10
Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities: Par value .....	.....	2	.....
92.02 Total investments, end of year: Federal securities: Par value	2	.....	.....

License fees are deposited in this special fund and are used to meet the costs of administering the Perishable Agricultural Commodities and the Produce Agency Acts (7 U.S.C. 491–497, 499a–499s).

The Acts are intended to ensure equitable treatment to farmers and others in the marketing of fresh and frozen fruits and vegetables. Commission merchants, dealers, and brokers handling these products in interstate and foreign commerce are licensed. Complaints of violations are investigated and violations dealt with by (a) informal agreements between the two parties, (b) formal decisions involving payment of reparation awards, and/or (c) suspension or revocation of license and/or publication of the facts.

The Perishable Agricultural Commodities Act requires traders to have trust assets on hand to meet their obligations to fruit and vegetable suppliers. To preserve their trust and establish their rights ahead of other creditors, unpaid suppliers file notice with both the Department and their debtors that payment is due. The Act provides permanent authority to the Secretary of Agriculture to set license and reparation complaint filing fees.

PERISHABLE AGRICULTURAL COMMODITIES ACT FUND—Continued
PERISHABLE AGRICULTURAL COMMODITIES ACT ACTIVITIES

	2009 actual	2010 est.	2011 est.
Percentage of informal reparation complaints completed within time frame goal	91%	91%	91%

Object Classification (in millions of dollars)

Identification code 12-5070-0-2-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	6	6
12.1 Civilian personnel benefits	2	2	2
25.3 Other purchases of goods and services from Government accounts	2	3	3
99.9 Total new obligations	10	11	11

Employment Summary

Identification code 12-5070-0-2-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	78	85	85

00.06 Disaster Relief	5	5	
00.07 2008 Farm Bill Specialty Crop Purchases	119	145	203
00.08 2008 Farm Bill Whole Grain Products Study	4		
00.91 Subtotal, Commodity program payments	912	1,056	982
01.01 Administrative expenses	20	32	33
01.02 Replacement of computer system	20	10	
01.91 Direct Program by Activities - Subtotal (1 level)	40	42	33
01.92 Total direct program	952	1,098	1,015
09.11 Reimbursable program	1	1	1
10.00 Total new obligations	953	1,099	1,016

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	294	374	
21.45 Adjustments to unobligated balance carried forward, start of year		-374	
22.00 New budget authority (gross)	1,033	1,099	1,016
23.90 Total budgetary resources available for obligation	1,327	1,099	1,016
23.95 Total new obligations	-953	-1,099	-1,016
24.40 Unobligated balance carried forward, end of year	374		

New budget authority (gross), detail:

Discretionary:			
40.36 Unobligated balance permanently reduced			-50
Mandatory:			
60.20 Appropriation (special fund)	7,979	8,061	6,606
60.28 Appropriation (previously unavailable)		374	76
60.38 Unobligated balance temporarily reduced	-294	-133	
60.45 Portion precluded from obligation		-76	
61.00 Transferred to other accounts	-6,673	-7,128	-5,617
62.50 Appropriation (total mandatory)	1,012	1,098	1,065
69.00 Offsetting collections (cash)	21	1	1
70.00 Total new budget authority (gross)	1,033	1,099	1,016

Change in obligated balances:

72.40 Obligated balance, start of year	68	52	52
73.10 Total new obligations	953	1,099	1,016
73.20 Total outlays (gross)	-969	-1,099	-1,016
74.40 Obligated balance, end of year	52	52	52

Outlays (gross), detail:

86.90 Outlays from new discretionary authority			-50
86.97 Outlays from new mandatory authority	928	1,047	1,066
86.98 Outlays from mandatory balances	41	52	
87.00 Total outlays (gross)	969	1,099	1,016

Offsets:

Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-21	-1	-1

Net budget authority and outlays:

89.00 Budget authority	1,012	1,098	1,015
90.00 Outlays	948	1,098	1,015

FUNDS FOR STRENGTHENING MARKETS, INCOME, AND SUPPLY (SECTION 32)
(INCLUDING TRANSFERS OF FUNDS)

Funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c), shall be used only for commodity program expenses as authorized therein, and other related operating expenses, [including \$10,000,000 for replacement of a system to support commodity purchases,] except for: (1) transfers to the Department of Commerce as authorized by the Fish and Wildlife Act of August 8, 1956; (2) transfers otherwise provided in this Act; and (3) not more than [\$20,056,000] \$20,283,000 for formulation and administration of marketing agreements and orders pursuant to the Agricultural Marketing Agreement Act of 1937 and the Agricultural Act of 1961. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-5209-0-2-605	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year	14,656	13,823	12,965
01.99 Balance, start of year	14,656	13,823	12,965
Receipts:			
02.00 30 Percent of Customs Duties, Funds for Strengthening Markets, Income and Supply (section 32)	6,852	7,367	8,676
02.40 General Fund Payment, Funds for Strengthening Markets, Income, and Supply (section 32)		1	1
02.99 Total receipts and collections	6,852	7,368	8,677
04.00 Total: Balances and collections	21,508	21,191	21,642
Appropriations:			
05.00 Funds for Strengthening Markets, Income, and Supply (section 32)	-7,979	-8,061	-6,606
05.01 Funds for Strengthening Markets, Income, and Supply (section 32)		-374	-76
05.02 Funds for Strengthening Markets, Income, and Supply (section 32)	294	133	
05.03 Funds for Strengthening Markets, Income, and Supply (section 32)		76	
05.99 Total appropriations	-7,685	-8,226	-6,682
07.99 Balance, end of year	13,823	12,965	14,960

Program and Financing (in millions of dollars)

Identification code 12-5209-0-2-605	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Child nutrition program purchases	468	641	585
00.02 Emergency surplus removal	320	257	181
00.03 Direct Payments	1		
00.04 State option contract		5	5
00.05 Removal of defective commodities		3	3

The Agriculture Appropriations Act of 1935 established the Section 32 program (7 U.S.C. 612c) which provides that 30 percent of U.S. Customs receipts for each calendar year are transferred to this account within the Department of Agriculture. The purpose of the Section 32 program is three-fold: to encourage the exportation of agricultural commodities and products, to encourage domestic consumption of agricultural products by diverting them, and to reestablish farmers' purchasing power by making payments in connection with the normal production of any agricultural commodity for domestic consumption. There is also a requirement that the funds available under Section 32 shall be principally devoted to perishable agricultural commodities (e.g., fruits and vegetables). Program funds are used for a variety of purposes in support of the three primary purposes specified in the program's authorizing legislation. Funds may be used to stabilize market conditions through purchasing surplus commodities which are in turn, distributed to nutrition assistance programs. Program funds are also used to purchase commodities

that are distributed to schools as part of Child Nutrition Programs entitlements. Furthermore, funds are transferred to the Food and Nutrition Service for commodity purchases under section 6 of the National School Lunch Act and other authorities specified in the Child Nutrition Programs appropriation.

Object Classification (in millions of dollars)

Identification code 12–5209–0–2–605	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	16	16	16
12.1 Civilian personnel benefits	4	4	4
21.0 Travel and transportation of persons	1	1	1
22.0 Transportation of things	2	2	2
23.3 Communications, utilities, and miscellaneous charges	1	2	1
24.0 Printing and reproduction .....	.....	2	1
25.2 Other services	62	90	72
25.3 Other purchases of goods and services from Government accounts	25	25	25
25.7 Operation and maintenance of equipment .....	.....	1	1
26.0 Supplies and materials: Grants of commodities to States	840	954	891
31.0 Equipment	1	1	1
99.0 Direct obligations	952	1,098	1,015
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations	953	1,099	1,016

Employment Summary

Identification code 12–5209–0–2–605	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	149	164	164
Reimbursable:			
2001 Civilian full-time equivalent employment	8	8	8

Trust Funds**EXPENSES AND REFUNDS, INSPECTION AND GRADING OF FARM PRODUCTS****Special and Trust Fund Receipts** (in millions of dollars)

Identification code 12–8015–0–7–352	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year	3	3	8
01.99 Balance, start of year	3	3	8
Receipts:			
02.20 Deposits of Fees, Inspection and Grading of Farm Products, AMS	150	144	148
02.40 Interest on Investments in Public Debt Securities, AMS .....	.....	1	1
02.41 Payments from General Fund, Wool Research, Development, and Promotion Trust Fund	2	2	2
02.99 Total receipts and collections	152	147	151
04.00 Total: Balances and collections	155	150	159
Appropriations:			
05.00 Expenses and Refunds, Inspection and Grading of Farm Products	–152	–142	–150
05.99 Total appropriations	–152	–142	–150
07.99 Balance, end of year	3	8	9

Program and Financing (in millions of dollars)

Identification code 12–8015–0–7–352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Dairy products	6	6	6
00.02 Fruits and vegetables	59	66	66
00.03 Meat grading	34	29	29
00.04 Poultry products	38	34	34
00.05 Miscellaneous agricultural commodities	19	9	17
10.00 Total new obligations	156	144	152

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	80	78	78
22.00 New budget authority (gross)	154	144	152

23.90 Total budgetary resources available for obligation	234	222	230
23.95 Total new obligations	–156	–144	–152
24.40 Unobligated balance carried forward, end of year	78	78	78

New budget authority (gross), detail:

Mandatory:			
60.26 Appropriation (trust fund and wool trust)	152	142	150
62.00 Transferred from other accounts	2	2	2
62.50 Appropriation (total mandatory)	154	144	152

Change in obligated balances:

72.40 Obligated balance, start of year	16	24	24
73.10 Total new obligations	156	144	152
73.20 Total outlays (gross)	–148	–144	–152
74.40 Obligated balance, end of year	24	24	24

Outlays (gross), detail:

86.97 Outlays from new mandatory authority	136	138	146
86.98 Outlays from mandatory balances	12	6	6
87.00 Total outlays (gross)	148	144	152

Net budget authority and outlays:

89.00 Budget authority	154	144	152
90.00 Outlays	148	144	152

Memorandum (non-add) entries:

92.01 Total investments, start of year: Federal securities: Par value .....	.....	40	45
92.02 Total investments, end of year: Federal securities: Par value	40	45	35

Expenses and refunds, inspection and grading of farm products.—The Agricultural Marketing Service's commodity grading programs provide grading, examination, and certification services for a wide variety of fresh and processed food commodities using federally approved grade standards and purchase specifications. Commodities graded include poultry, livestock, meat, dairy products, and fresh and processed fruits and vegetables. These programs use official grade standards which reflect the relative quality of a particular food commodity based on laboratory testing and characteristics such as taste, color, weight, and physical condition. Producers voluntarily request grading and certification services which are provided on a fee for service basis.

WORKLOAD INDICATORS

	2009 actual	2010 est.	2011 est.
Weighted average cost per cwt. (1990 index)	\$0.21	\$0.21	\$0.21

Object Classification (in millions of dollars)

Identification code 12–8015–0–7–352	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	73	77	78
11.3 Other than full-time permanent	6	6	7
11.5 Other personnel compensation	11	11	11
11.9 Total personnel compensation	90	94	96
12.1 Civilian personnel benefits	26	28	28
13.0 Benefits for former personnel	1	.....	.....
21.0 Travel and transportation of persons	8	4	4
23.2 Rental payments to others	3	1	1
23.3 Communications, utilities, and miscellaneous charges	2	4	4
25.2 Other services	14	6	6
25.3 Other purchases of goods and services from Government accounts	6	.....	6
26.0 Supplies and materials	1	2	2
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	4	4	4
99.9 Total new obligations	156	144	152

Employment Summary

Identification code 12–8015–0–7–352	2009 actual	2010 est.	2011 est.
Direct:			

EXPENSES AND REFUNDS, INSPECTION AND GRADING OF FARM
PRODUCTS—Continued
Employment Summary—Continued

Identification code 12–8015–0–7–352		2009 actual	2010 est.	2011 est.
1001	Civilian full-time equivalent employment	1,379	1,348	1,348

MILK MARKET ORDERS ASSESSMENT FUND
Program and Financing (in millions of dollars)

Identification code 12–8412–0–8–351		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
09.01	Administration	46	48	52
09.02	Marketing service	8	8	8
10.00	Total new obligations	54	56	60
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	54	56	60
23.95	Total new obligations	–54	–56	–60
New budget authority (gross), detail:				
Mandatory:				
69.00	Offsetting collections (cash)	54	56	60
Change in obligated balances:				
73.10	Total new obligations	54	56	60
73.20	Total outlays (gross)	–54	–56	–60
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	54	56	60
Offsets:				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources	–54	–56	–60
Net budget authority and outlays:				
89.00	Budget authority			
90.00	Outlays			
Memorandum (non-add) entries:				
92.03	Total investments, start of year: non-Federal securities: Market value			1
92.04	Total investments, end of year: non-Federal securities: Market value		1	1

The Secretary of Agriculture is authorized by the Agricultural Marketing Agreement Act of 1937, as amended under certain conditions to issue Federal milk marketing orders establishing minimum prices which handlers are required to pay for milk purchased from producers. There are currently 10 Federally-sanctioned milk market orders in operation.

Market administrators are appointed by the Secretary and are responsible for carrying out the terms of specific marketing orders. Their operating expenses, partly financed by assessments on regulated handlers and partly by deductions from producers, are reported to the Agricultural Marketing Service. The majority of these funds are collected and deposited in checking and savings accounts in local banks, and disbursed directly by the market administrator. A portion of the funds collected are invested in securities such as certificates of deposit.

Expenses of local offices are met from an administrative fund and a marketing service fund, which are prescribed in each order. The administrative fund is derived from prorated handler assessments. The marketing service fund of the individual order disseminates market information to producers who are not members of a qualified cooperative. It also provides for the verification of the weights, sampling, and testing of milk from these producers. The cost of these services is borne by such producers.

The maximum rates for administrative assessment and for marketing services are set forth in each order and adjustments below these rates are made from time to time upon recommendations by the market administrator and upon approval of the Agricultural Marketing Service to provide reserves at about a six month operating level. Upon termination of any order, the statute provides for distributing the proceeds from net assets pro rata to contributing handlers or producers, as the case may be.

Object Classification (in millions of dollars)

Identification code 12–8412–0–8–351		2009 actual	2010 est.	2011 est.
Reimbursable obligations:				
11.1	Personnel compensation: Full-time permanent	33	34	37
12.1	Civilian personnel benefits	9	9	10
21.0	Travel and transportation of persons	3	3	3
23.2	Rental payments to others	4	4	4
23.3	Communications, utilities, and miscellaneous charges	2	2	2
25.2	Other services	1	1	1
26.0	Supplies and materials	1	2	2
31.0	Equipment	1	1	1
99.9	Total new obligations	54	56	60

Employment Summary

Identification code 12–8412–0–8–351		2009 actual	2010 est.	2011 est.
Reimbursable:				
2001	Civilian full-time equivalent employment	384	384	384

RISK MANAGEMENT AGENCY
Federal Funds

RISK MANAGEMENT AGENCY

For necessary expenses of the Risk Management Agency, **[\$80,325,000]** \$83,064,000: *Provided*, That the funds made available under section 522(e) of the Federal Crop Insurance Act (7 U.S.C. 1522(e)) may be used for the Common Information Management System: *Provided further*, That not to exceed \$1,000 shall be available for official reception and representation expenses, as authorized by 7 U.S.C. 1506(i). (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–2707–0–1–351		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Administrative and operating expenses	77	80	83
10.00	Total new obligations	77	80	83
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	77	80	83
23.95	Total new obligations	–77	–80	–83
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	77	80	83
Change in obligated balances:				
72.40	Obligated balance, start of year	14	16	17
73.10	Total new obligations	77	80	83
73.20	Total outlays (gross)	–73	–79	–82
73.40	Adjustments in expired accounts (net)	–2		
74.40	Obligated balance, end of year	16	17	18
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	62	64	66
86.93	Outlays from discretionary balances	11	15	16
87.00	Total outlays (gross)	73	79	82

Net budget authority and outlays:

89.00	Budget authority	77	80	83
90.00	Outlays	73	79	82

This appropriation provides funding for the administrative and operating expenses of the Risk Management Agency (RMA). RMA manages the Federal Crop Insurance Program, which is authorized in the Federal Crop Insurance Act. The Food, Conservation, and Energy Act of 2008 (2008 Farm Bill), amended the Federal Crop Insurance Act to authorize the use of existing mandatory funding for the modernization of the RMA information technology system and for the continuation of the RMA data mining operation. The data mining operation is a major component of RMA's efforts to safeguard taxpayer dollars by combating potential fraud and abuse. An additional tool that would help in that effort is the joint Farm Service Agency/RMA Common Information Management System (CIMS). Along with the request for funds to maintain RMA's ongoing operation and for adequate personnel to improve efforts to combat potential fraud and abuse, CIMS is proposed as an additional authorized use of the research and development funding in the Federal Crop Insurance Act.

The Federal Crop Insurance Program is delivered through private insurance companies. Certain administrative expenses incurred by the companies are reimbursed through mandatory funding that is reflected in the Federal Crop Insurance Fund account.

Object Classification (in millions of dollars)

Identification code 12-2707-0-1-351	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	41	43	44
11.3 Other than full-time permanent	1	1	1
11.9 Total personnel compensation	42	44	45
12.1 Civilian personnel benefits	10	11	11
21.0 Travel and transportation of persons	2	2	2
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	19	20	22
31.0 Equipment	2	1	1
99.9 Total new obligations	77	80	83

Employment Summary

Identification code 12-2707-0-1-351	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	481	568	568

CORPORATIONS

The following corporations and agencies are hereby authorized to make expenditures, within the limits of funds and borrowing authority available to each such corporation or agency and in accord with law, and to make contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government Corporation Control Act as may be necessary in carrying out the programs set forth in the budget for the current fiscal year for such corporation or agency, except as hereinafter provided. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

FEDERAL CROP INSURANCE CORPORATION FUND

For payments as authorized by section 516 of the Federal Crop Insurance Act (7 U.S.C. 1516), such sums as may be necessary, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-4085-0-3-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Indemnities	6,169	5,259	5,843
00.02 A&O reimbursements	1,602	1,567	1,695
00.03 ARPA obligations	52	75	75
09.01 Reimbursable program - indemnities	4,211	3,577	3,608
10.00 Total new obligations	12,034	10,478	11,221
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2,052	996	550
22.00 New budget authority (gross)	10,978	10,032	11,221
23.90 Total budgetary resources available for obligation	13,030	11,028	11,771
23.95 Total new obligations	-12,034	-10,478	-11,221
24.40 Unobligated balance carried forward, end of year	996	550	550
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	6,766	6,454	7,612
61.00 Transferred to other accounts	-5	-5	-5
62.00 Transferred from other accounts	6	6	6
62.50 Appropriation (total mandatory)	6,767	6,455	7,613
69.00 Offsetting collections (cash)	4,211	3,577	3,608
70.00 Total new budget authority (gross)	10,978	10,032	11,221
Change in obligated balances:			
72.40 Obligated balance, start of year	442	376	323
73.10 Total new obligations	12,034	10,478	11,221
73.20 Total outlays (gross)	-12,100	-10,531	-11,163
74.40 Obligated balance, end of year	376	323	381
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	10,150	9,709	10,840
86.98 Outlays from mandatory balances	1,950	822	323
87.00 Total outlays (gross)	12,100	10,531	11,163
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-4,211	-3,577	-3,608
Net budget authority and outlays:			
89.00 Budget authority	6,767	6,455	7,613
90.00 Outlays	7,889	6,954	7,555

The Federal Crop Insurance Corporation (FCIC), a wholly-owned government corporation, provides multi-peril and catastrophic crop insurance protection against losses from unavoidable natural events. The crop insurance program is an integral part of the broad-based safety net and includes programs involving yield and revenue insurance, pasture, rangeland and forage, livestock, and other educational and risk mitigation initiatives/tools to manage risk. In crop year 2009, 281 million acres were insured, with an estimated \$9.05 billion in total premium income, of which \$5.24 billion was paid by the government in the form of premium subsidy.

Commercial insurance companies deliver crop insurance. For producers who obtain Catastrophic Crop Insurance (CAT), which compensates the farmer for losses exceeding 50 percent of the individual's average yield at 55 percent of the expected market price, the premium is entirely subsidized. The cost to the producer for this type of coverage is an annual administrative fee of \$300 per crop per county.

Additional coverage is available to producers and is commonly referred to as "buy-up" coverage. Policyholders can elect to be paid up to 100 percent of the market price established by FCIC for each unit of production their actual yield is less than the individual yield guarantee. Premium rates for additional coverage depend on the level of protection selected and vary from crop to

FEDERAL CROP INSURANCE CORPORATION FUND—Continued

crop and county to county. Producers are assessed a fee of \$30 per crop, per county, in addition to a share of the premium. The additional levels of insurance coverage are more attractive to farmers due to availability of optional units, other policy provisions not available with CAT coverage, and the ability to obtain a level of protection that permits them to use crop insurance as loan collateral and to achieve greater financial security.

Revenue protection for specified products is provided by extending traditional multi-peril crop insurance protection, based on actual production history, to include price variability based on futures market prices. Revenue insurance provides a dollar amount of coverage, thereby insuring against losses due to low yields, low prices, or a combination of the two.

FCIC is also piloting for two other policy types - Adjusted Gross Revenue (AGR) and Actual Revenue History (ARH). AGR provides protection against low revenue due to natural disasters and market fluctuations. The ARH plan of insurance provides a revenue based option for crops lacking an independent third party price discovery mechanism. In addition to insurance as a risk management tool, FCIC awarded research and development partnerships totaling over \$3.2 million to develop risk management decision support tools.

During 2010, USDA will be pursuing changes to the financial terms in the agreement it has with the companies, the Standard Reinsurance Agreement (SRA). The 2011 Budget Federal Crop Insurance Fund baseline projections reflects the expected outcome of the SRA negotiations. The expected total savings after negotiations are completed is \$8 billion over 10 years.

The following table illustrate Crop Year statistics as of September 30, 2009. Crop Year is generally all activity for crops from July 1-June 30 of a given year.

	2009 CY est.	2010 CY est.	2011 CY est.
Number of States	50	50	50
Number of counties	3,066	3,066	3,066
Insurance in force (millions)	90,419	81,434	83,852
Insured acreage (millions)	281	286	291
Producer premium (millions)	3,810	3,558	3,601
Premium subsidy (millions)	5,236	4,892	5,559
Total premium (millions)	9,046	8,450	9,160
Indemnities (millions)	9,046	8,450	9,160
Loss ratio	1.000	1.000	1.000

Financing.—The Corporation is authorized under the Federal Crop Insurance Act, as amended, to use funds from the issuance of capital stock which provides working capital for the Corporation.

Receipts, which are for deposit to this fund, mainly come from premiums paid by farmers. The principal payments from this fund are for indemnities to insured farmers, and administrative expenses for approved insurance providers.

Premium subsidies are authorized by section 508(b) of the Federal Crop Insurance Act, as amended, and are received through appropriations.

The following table illustrates premium subsidies and indemnities for all crop years as expected to occur during the period of October 1-September 30 for fiscal years 2010 and 2011 .

PREMIUM AND SUBSIDY

(In millions of dollars)

	FY 2010 est.	FY 2011 est.
Premiums:		
Additional coverage premium subsidy	3,902	5,184
Catastrophic coverage premium subsidy	309	282
Subtotal, premium subsidy	4,211	5,466

Producer premium	3,513	3,548
Total premiums	7,724	9,014
Indemnities:		
Additional coverage	7,366	8,759
Catastrophic coverage	303	281
Total indemnities	7,669	9,040

NET INCOME OR LOSS (-) ON INSURANCE OPERATIONS

(In millions of dollars)

	FY 2010 est.	FY 2011 est.
Producer premium less indemnities	-4,156	-5,492
Interest expense, net	0	0
Delivery expenses\1\	-1,567	-1,684
Other income or expense, net	64	58
Federal Crop Insurance Act Initiatives	-75	-75
Reinsurance underwriting gain (+) or loss (-)	1,168	1,202
Net income or loss (-)	-4,566	-5,991

¹Figures reflect delivery expenses borne by the Fund in accordance with the Food, Conservation, and Energy Act of 2008, P.L. 110-246.

Balance Sheet (in millions of dollars)

Identification code 12-4085-0-3-351	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	2,372	1,243
1206 Non-Federal assets: Receivables, net	3,736	2,985
1999 Total assets	6,108	4,228
LIABILITIES:		
2105 Federal liabilities: Other	1	1
Non-Federal liabilities:		
2201 Accounts payable	244	152
2207 Other	8,073	6,633
2999 Total liabilities	8,318	6,786
NET POSITION:		
3100 Appropriated capital	1,481	1,452
3300 Cumulative results of operations	-3,691	-4,010
3999 Total net position	-2,210	-2,558
4999 Total liabilities and net position	6,108	4,228

Object Classification (in millions of dollars)

Identification code 12-4085-0-3-351	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services-ARPA requirements	52	75	75
25.2 Other services	1,602	1,567	1,695
42.0 Insurance claims and indemnities (reinsured buyup)	6,169	5,259	5,843
99.0 Direct obligations	7,823	6,901	7,613
42.0 Reimbursable obligations: Insurance claims and indemnities	4,211	3,577	3,608
99.9 Total new obligations	12,034	10,478	11,221

FARM SERVICE AGENCY

Federal Funds

SALARIES AND EXPENSES

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Farm Service Agency, **[\$1,253,777,000]** **\$1,364,673,000:** *Provided*, That the Secretary is authorized to use the services, facilities, and authorities (but not the funds) of the Commodity Credit Corporation to make program payments for all programs administered by the Agency: *Provided further*, That other funds made available to the Agency for authorized activities may be advanced to and merged with this account: *Provided further*, That funds made available to county committees shall remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–0600–0–1–351		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Conservation	294	324	313
00.02	Income support	830	915	990
00.05	Commodity operations	60	61	62
03.00	Subtotal, direct program	1,184	1,300	1,365
09.01	Farm loans	310	313	318
09.02	Other programs	140	103	95
09.99	Subtotal, reimbursable program	450	416	413
10.00	Total new obligations	1,634	1,716	1,778
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	31	46	.....
22.00	New budget authority (gross)	1,670	1,670	1,778
22.10	Resources available from recoveries of prior year obligations	1	.....	.....
23.90	Total budgetary resources available for obligation	1,702	1,716	1,778
23.95	Total new obligations	–1,634	–1,716	–1,778
23.98	Unobligated balance expiring or withdrawn	–22	.....	.....
24.40	Unobligated balance carried forward, end of year	46	.....	.....
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	1,220	1,254	1,365
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	444	416	413
58.10	Change in uncollected customer payments from Federal sources (unexpired)	6	.....	.....
58.90	Spending authority from offsetting collections (total discretionary)	450	416	413
70.00	Total new budget authority (gross)	1,670	1,670	1,778
Change in obligated balances:				
72.40	Obligated balance, start of year	222	235	146
73.10	Total new obligations	1,634	1,716	1,778
73.20	Total outlays (gross)	–1,598	–1,805	–1,778
73.40	Adjustments in expired accounts (net)	–25	.....	.....
73.45	Recoveries of prior year obligations	–1	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired)	–6	.....	.....
74.10	Change in uncollected customer payments from Federal sources (expired)	9	.....	.....
74.40	Obligated balance, end of year	235	146	146
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	1,386	1,541	1,638
86.93	Outlays from discretionary balances	212	264	140
87.00	Total outlays (gross)	1,598	1,805	1,778
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	–449	–416	–413
88.40	Non-Federal sources	–12	.....	.....
88.90	Total, offsetting collections (cash)	–461	–416	–413
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	–6	.....	.....
88.96	Portion of offsetting collections (cash) credited to expired accounts	17	.....	.....
Net budget authority and outlays:				
89.00	Budget authority	1,220	1,254	1,365
90.00	Outlays	1,137	1,389	1,365

The Farm Service Agency (FSA) was established October 3, 1994, pursuant to the Federal Crop Insurance Reform and Department of Agriculture Reorganization Act of 1994, P.L. 103–354. The Department of Agriculture Reorganization Act of 1994 was amended on April 4, 1996, by the Federal Agriculture Improvement and Reform Act of 1996 (1996 Act), P.L. 104–127. The FSA administers a variety of activities, such as farm income support

programs through various loans and payments; the Conservation Reserve Program (CRP); the Emergency Conservation Program; the Hazardous Waste Management Program; the Commodity Operation Programs including the warehouse examination function; farm ownership, farm operating, emergency disaster, and other loan programs; and the Noninsured Crop Disaster Assistance Program (NAP), which provides crop loss protection for growers of many crops for which crop insurance is not available. FSA also assists in the administration of several conservation cost-share programs financed by the Commodity Credit Corporation (CCC), including the Grasslands Reserve Program (GRP). In addition, FSA currently provides certain administrative support services to the Foreign Agricultural Service (FAS) and to the Risk Management Agency (RMA).

This consolidated administrative expenses account includes funds to cover expenses of programs administered by, and functions assigned to, FSA. The funds consist of a direct appropriation, transfers from program loan accounts under credit reform procedures, user fees, and advances and reimbursements from other sources. This is a consolidated account for administrative expenses of national, regional, State, and county offices.

USDA's FSA, Natural Resources Conservation Service, and Rural Development offices act as separate franchises, with offices often located adjacent to each other. Prior efforts to improve the efficiency of USDA's county-based offices have resulted in significant co-location, and introduction of new information technology to simplify customer transactions.

Farm programs.—These programs provide an economic safety net through farm income support to eligible producers, cooperatives, and associations to help improve the economic stability and viability of the agricultural sector and to ensure the production of an adequate and reasonably priced supply of food and fiber. Objectives of the Agency include providing direct and counter-cyclical payments, providing marketing assistance loans and loan deficiency payments enabling recipients to continue farming operations without marketing their product immediately after harvest, and providing a financial assistance safety net to eligible producers when natural disasters result in a catastrophic loss of production or prevent planting of noninsured crops, and timely approval of crop prices, average yields, and payment factors for the NAP.

Farm program activities include the following functions dealing with the administration of programs carried out through the farmer committee system of the FSA: (a) developing program regulations and procedures; (b) collecting and compiling basic data for individual farms; (c) establishing individual farm allotments for farm planting history; (d) notifying producers of established allotments and farm planting histories; (e) conducting referendums and certifying results; (f) accepting farmer certifications and checking compliance for specific purposes; (g) processing commodity loan documents and issuing checks; (h) processing direct and counter-cyclical payments and issuing checks; (i) certifying payment eligibility and monitoring payment limitations; and (j) processing farm storage facility loans and issuing checks.

Conservation and environment.—These programs assist agricultural producers and landowners in implementing practices to conserve soil, water, air, and wildlife resources on America's farmland and ranches to help protect the human and natural environment. Objectives of the Agency include improving environmental quality, protecting natural resources, and enhancing habitat for fish and wildlife, including threatened and endangered species; providing Emergency Conservation Program funding for farmers and ranchers to rehabilitate damaged farmland and for

SALARIES AND EXPENSES—Continued

carrying out emergency conservation measures during periods of severe drought or flooding; protecting the public health of communities through implementation of the Hazardous Waste Management Program; and implementing contracting, financial reporting, and other administrative operations processes. These activities include: (a) processing producer requests for conservation cost-sharing and issuing conservation reserve rental payments; and (b) transferring funds to the Natural Resources Conservation Service and other agencies for other conservation programs.

Commodity operations.—This activity includes: (a) overall management of CCC-owned commodities; (b) purchasing commodities; (c) donating commodities; (d) selling commodities; (e) accounting for loans and commodities; and (f) commercial warehouse activities, which include improving the effectiveness and efficiency of FSA's commodity acquisition, procurement, storage, and distribution activities to support domestic and international food assistance programs and administering the U.S. Warehouse Act (USWA). FSA provides for the examination of warehouses licensed under the USWA and non-licensed warehouses storing CCC-owned or pledged commodities. Examiners perform periodic examinations of the facilities and the warehouse records to ensure protection of depositors against potential losses of the stored commodities and to ensure compliance with the USWA and any CCC storage agreements.

Farm loans (reimbursable).—Provides for administering the direct and guaranteed loan programs covered under the Agricultural Credit Insurance Fund (ACIF). Objectives of the Agency include improving the economic viability of farmers and ranchers, reducing losses in direct loan programs, responding to loan making and servicing requests, and maximizing financial and technical assistance to under-served groups. Activities include reviewing applications, servicing the loan portfolio, and providing technical assistance and guidance to borrowers. Funding for farm loan administrative expenses is transferred to this consolidated account from the ACIF. Appropriations representing subsidy amounts necessary to support the individual program loan levels under Federal Credit Reform are made to the ACIF account.

Other reimbursable activities.—FSA collects a fee or is reimbursed for performing a variety of services for other Federal agencies, CCC, industry, and others, including certain administrative support services for the Risk Management Agency and the Foreign Agricultural Service, and for county office services provided to Federal and non-Federal entities, including a variety of services to producers.

Object Classification (in millions of dollars)

Identification code 12-0600-0-1-351	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	151	167	170
11.3 Other than full-time permanent	2	2	3
11.5 Other personnel compensation	5	5	5
11.9 Total personnel compensation	158	174	178
12.1 Civilian personnel benefits	41	45	46
21.0 Travel and transportation of persons	6	6	6
22.0 Transportation of things	3	3	3
23.3 Communications, utilities, and miscellaneous charges	12	12	12
24.0 Printing and reproduction	1	1	1
25.2 Other services	239	294	353
26.0 Supplies and materials	5	5	5
31.0 Equipment	7	7	7
41.0 Grants, subsidies, and contributions	712	753	754
99.0 Direct obligations	1,184	1,300	1,365
99.0 Reimbursable obligations	450	416	413

99.9	Total new obligations	1,634	1,716	1,778
------	-----------------------------	-------	-------	-------

Employment Summary

Identification code 12-0600-0-1-351	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	1,831	1,965	1,975
Reimbursable:			
2001 Civilian full-time equivalent employment	3,211	3,129	3,129

STATE MEDIATION GRANTS

For grants pursuant to section 502(b) of the Agricultural Credit Act of 1987, as amended (7 U.S.C. 5101–5106), \$4,369,000. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-0170-0-1-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 State mediation grants	4	4	4
10.00 Total new obligations (object class 41.0)	4	4	4
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	4	4	4
23.95 Total new obligations	-4	-4	-4
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	4	4	4
Change in obligated balances:			
72.40 Obligated balance, start of year	3	3	2
73.10 Total new obligations	4	4	4
73.20 Total outlays (gross)	-4	-5	-5
74.40 Obligated balance, end of year	3	2	1
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	2	2	2
86.93 Outlays from discretionary balances	2	3	3
87.00 Total outlays (gross)	4	5	5
Net budget authority and outlays:			
89.00 Budget authority	4	4	4
90.00 Outlays	4	5	5

This grant program is authorized by Title V of the Agricultural Credit Act of 1987, P.L. 100-233, as amended. Originally designed to address agricultural credit disputes, the program was expanded by the Federal Crop Insurance Reform and Department of Agriculture Reorganization Act of 1994 (P.L. 103-354) to include other agricultural issues such as wetland determinations, conservation compliance, rural water loan programs, grazing on National Forest System lands, and pesticide use. Grants are made to States whose agricultural mediation programs have been certified by the Farm Service Agency. A grant will not exceed 70 percent of the total fiscal year funds that a qualifying State requires to operate and administer its agricultural mediation program. In no case will the total amount of a grant exceed \$500,000 annually. Current authority for the program under P.L. 109-17 expires September 10, 2010.

GRANT OBLIGATIONS

	2009 actual	2010 est.	2011 est.
Number of States receiving grants	34	35	36

Amount of grants (in millions of dollars) 4 4 4

USDA SUPPLEMENTAL ASSISTANCE

Program and Financing (in millions of dollars)

Identification code 12-2701-0-1-351		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Disaster payments	84	.....	.....
00.02	Dairy economic loss assistance payments .....	.....	290	.....
00.03	Durum wheat quality program payments .....	.....	3	.....
00.04	Geographically disadvantaged farmers and ranchers program .....	.....	3	.....
10.00	Total new obligations (object class 41.0)	84	296	.....
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	860	776	776
22.00	New budget authority (gross) .....	.....	296	.....
23.90	Total budgetary resources available for obligation	860	1,072	776
23.95	Total new obligations	-84	-296	.....
24.40	Unobligated balance carried forward, end of year	776	776	776
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation .....	.....	296	.....
Change in obligated balances:				
72.40	Obligated balance, start of year	226	192	191
73.10	Total new obligations	84	296	.....
73.20	Total outlays (gross)	-118	-297	.....
74.40	Obligated balance, end of year	192	191	191
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority .....	.....	296	.....
86.93	Outlays from discretionary balances	118	1	.....
87.00	Total outlays (gross)	118	297	.....
Net budget authority and outlays:				
89.00	Budget authority .....	.....	296	.....
90.00	Outlays	118	297	.....

On May 25, 2007, the President signed into law the "U.S. Troop Readiness, Veterans' Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007" (2007 Act), P.L. 110-28. The 2007 Act provided \$2.8 billion in agricultural disaster aid for America's farmers and ranchers. Specifically, the 2007 Act provides funds for a Crop Disaster Program, Livestock Compensation Program, Livestock Indemnity Program, and Dairy Disaster Assistance Program. The USDA Farm Service Agency (FSA) published regulations in the Federal Register to implement the programs. In addition, FSA designed and developed software for sign-up and payment processes. The 2008 Consolidated Appropriations Act, P.L. 110-161, provided an additional \$602 million under Sec. 743, which extended the period of eligibility for disaster assistance from February 28, 2007 to December 31, 2007. Outlays were first made in 2008 and continued into 2009 and 2010.

The following table shows outlays for 2009 by program.

USDA Disaster Assistance Program

Programs	Outlays
Crop Disaster Assistance	114
Livestock Compensation Program	2
Livestock Indemnity	2
Total	118

This account also includes three other programs in 2010 authorized by the 2010 USDA Appropriations Act, P.L. 111-80. Section 748(a) appropriated \$290 million for loss assistance payments to eligible dairy producers. The USDA Farm Service Agency

(FSA) published regulations in the Federal Register to implement the program. Eligible producers will receive a one-time direct payment based on the amount of milk both produced and commercially marketed by their operation during the months of February through July 2009. In addition, Section 741 of P.L. 111-80 appropriated \$3 million for a Durum Wheat Quality Program authorized by Section 1613 of the Food, Conservation, and Energy Act of 2008, P.L. 110-246. Section 741 also appropriated \$2.6 million for a Geographically Disadvantaged Farmers and Ranchers Program authorized by Section 1621 of P.L. 110-246.

AQUACULTURE ASSISTANCE, RECOVERY ACT

Program and Financing (in millions of dollars)

Identification code 12-3317-0-1-351		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Aquaculture grants	49	1	.....
10.00	Total new obligations (object class 41.0)	49	1	.....
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year .....	.....	1	.....
22.00	New budget authority (gross)	50	.....	.....
23.90	Total budgetary resources available for obligation	50	1	.....
23.95	Total new obligations	-49	-1	.....
24.40	Unobligated balance carried forward, end of year	1	.....	.....
New budget authority (gross), detail:				
Mandatory:				
62.00	Transferred from other accounts	50	.....	.....
Change in obligated balances:				
72.40	Obligated balance, start of year .....	.....	1	.....
73.10	Total new obligations	49	1	.....
73.20	Total outlays (gross)	-48	-2	.....
74.40	Obligated balance, end of year	1	.....	.....
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	48	.....	.....
86.98	Outlays from mandatory balances .....	.....	2	.....
87.00	Total outlays (gross)	48	2	.....
Net budget authority and outlays:				
89.00	Budget authority	50	.....	.....
90.00	Outlays	48	2	.....

The American Recovery and Reinvestment Act of 2009 authorized \$50 million of Commodity Credit Corporation (CCC) funds for grants to States that agree to provide assistance to eligible aquaculture producers for losses associated with high feed input costs during the 2008 calendar year. Eligible applicants were limited to State Departments of Agriculture or similar state government entities in each State. Grants to States were made on a pro rata basis based on the amount of aquaculture feed used in each State during the 2007 calendar year, as determined by CCC.

REFORESTATION PILOT PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-3305-0-1-302		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Reforestation pilot program	1	1	.....
10.00	Total new obligations (object class 41.0)	1	1	.....

REFORESTATION PILOT PROGRAM—Continued
Program and Financing—Continued

Identification code 12–3305–0–1–302		2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	1	1	.....
23.95	Total new obligations	–1	–1	.....
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	1	1	.....
Change in obligated balances:				
73.10	Total new obligations	1	1	.....
73.20	Total outlays (gross)	–1	–1	.....
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	1	1	.....
Net budget authority and outlays:				
89.00	Budget authority	1	1	.....
90.00	Outlays	1	1	.....

These funds were appropriated by section 739 of P.L. 111–80 for the Farm Service Agency to carry out a reforestation pilot program. The program's purpose is to demonstrate the use of new technologies that increase the rate of growth of re-forested hardwood trees on private non-industrial forest lands, enrolling lands on the coast of the Gulf of Mexico that were damaged by Hurricane Katrina in 2005. The 2011 Budget proposes no funding for this program.

EMERGENCY CONSERVATION PROGRAM
Program and Financing (in millions of dollars)

Identification code 12–3316–0–1–453		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Emergency conservation program	153	95	37
10.00	Total new obligations (object class 41.0)	153	95	37
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	285	132	37
23.95	Total new obligations	–153	–95	–37
24.40	Unobligated balance carried forward, end of year	132	37	.....
Change in obligated balances:				
72.40	Obligated balance, start of year	35	117	117
73.10	Total new obligations	153	95	37
73.20	Total outlays (gross)	–71	–95	–85
74.40	Obligated balance, end of year	117	117	69
Outlays (gross), detail:				
86.93	Outlays from discretionary balances	71	95	85
Net budget authority and outlays:				
89.00	Budget authority .....	.....	.....	.....
90.00	Outlays	71	95	85

The Emergency Conservation Program (ECP) was authorized by the Agricultural Credit Act of 1978 (16 U.S.C. 2201–05). It provides funds for sharing the cost of emergency measures to deal with cases of severe damage to farmlands and rangelands resulting from natural disasters.

For 2009, no Supplemental Appropriations for ECP were provided, however, \$66.314 million in unobligated funding was internally reallocated from the Hurricane Katrina Disaster (P.L. 109–148) and Adjusted Gross Income (P.L. 110–28) to the regular

ECP standard general ledger account for all natural disasters that occurred. These funds are available until expended.

Under the 2009 program, cost-sharing and technical assistance were provided in 43 States to treat farmlands damaged by drought, floods, ice storms, tornadoes, wildfires and other natural disasters. Outlays to States in 2009 totaled \$71,083,900.

The 2011 Budget proposes no funding for this program.

GRASSROOTS SOURCE WATER PROTECTION PROGRAM

【For necessary expenses to carry out wellhead or groundwater protection activities under section 1240O of the Food Security Act of 1985 (16 U.S.C. 3839bb-2), \$5,000,000, to remain available until expended.】
(Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12–3304–0–1–302		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Grassroots source water payments	5	5	.....
10.00	Total new obligations (object class 41.0)	5	5	.....
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	5	5	.....
23.95	Total new obligations	–5	–5	.....
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	5	5	.....
Change in obligated balances:				
73.10	Total new obligations	5	5	.....
73.20	Total outlays (gross)	–5	–5	.....
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	5	5	.....
Net budget authority and outlays:				
89.00	Budget authority	5	5	.....
90.00	Outlays	5	5	.....

The Grassroots Source Water Protection Program (GSWPP) is a joint project by USDA's Farm Service Agency and the nonprofit National Rural Water Association. It is designed to help prevent source water pollution in States through voluntary practices installed by producers at the local level. GSWPP uses onsite technical assistance capabilities of each State rural water association that operates a wellhead or groundwater protection program in the State. State rural water associations can deliver assistance in developing source water protection plans within priority watersheds for the common goal of preventing the contamination of drinking water supplies. The 2008 Farm Bill authorizes this program to continue through 2012. The 2011 Budget proposes no funding for this program.

AGRICULTURAL CREDIT INSURANCE FUND PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For gross obligations for the principal amount of direct and guaranteed farm ownership (7 U.S.C. 1922 et seq.) and operating (7 U.S.C. 1941 et seq.) loans, Indian tribe land acquisition loans (25 U.S.C. 488), boll weevil loans (7 U.S.C. 1989), direct and guaranteed conservation loans (7 U.S.C. 1924 et seq.), and Indian highly fractionated land loans (25 U.S.C. 488), to be available from funds in the Agricultural Credit Insurance Fund, as follows: farm ownership loans, 【\$2,150,000,000】 \$1,975,000,000, of which \$1,500,000,000 shall be for unsubsidized guaranteed loans and 【\$650,000,000】 \$475,000,000 shall be for direct loans; operating loans,

【\$2,670,000,000】 \$2,544,035,000, of which \$1,500,000,000 shall be for unsubsidized guaranteed loans, 【\$170,000,000】 \$144,035,000 shall be for subsidized guaranteed loans and 【\$1,000,000,000】 \$900,000,000 shall be for direct loans; Indian tribe land acquisition loans, 【\$3,940,000】 \$2,000,000; conservation loans, \$150,000,000, of which \$75,000,000 shall be for guaranteed loans and \$75,000,000 shall be for direct loans; Indian highly fractionated land loans, \$10,000,000; and for boll weevil eradication program loans, 【\$100,000,000】 \$60,000,000: *Provided*, That the Secretary shall deem the pink bollworm to be a boll weevil for the purpose of boll weevil eradication program loans.

For the cost of direct and guaranteed loans, including the cost of modifying loans as defined in section 502 of the Congressional Budget Act of 1974, as follows: farm ownership loans, 【\$32,070,000】 \$38,570,000, of which 【\$5,550,000】 \$5,700,000 shall be for unsubsidized guaranteed loans, and 【\$26,520,000】 \$32,870,000 shall be for direct loans; operating loans, 【\$106,402,000】 \$109,410,000, of which 【\$35,100,000】 \$34,950,000 shall be for unsubsidized guaranteed loans, 【\$23,902,000】 \$19,920,000 shall be for subsidized guaranteed loans, and 【\$47,400,000】 \$54,540,000 shall be for direct loans; conservation loans, 【\$1,343,000】 \$2,528,000, of which 【\$278,000】 \$285,000 shall be for guaranteed loans, and 【\$1,065,000】 \$2,243,000 shall be for direct loans; and Indian highly fractionated land loans, 【\$793,000】 \$214,000.

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, 【\$321,093,000】 \$326,120,000, of which 【\$313,173,000】 \$318,200,000 shall be 【transferred】 *paid* to 【and merged with】 the appropriation for "Farm Service Agency, Salaries and Expenses".

Funds appropriated by this Act to the Agricultural Credit Insurance Program Account for farm ownership, operating and conservation direct loans and guaranteed loans may be transferred among these programs: *Provided*, That the Committees on Appropriations of both Houses of Congress are notified at least 15 days in advance of any transfer.

DAIRY INDEMNITY PROGRAM (INCLUDING TRANSFER OF FUNDS)

For necessary expenses involved in making indemnity payments to dairy farmers and manufacturers of dairy products under a dairy indemnity program, such sums as may be necessary, to remain available until expended: *Provided*, That such program is carried out by the Secretary in the same manner as the dairy indemnity program described in the Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2001 (Public Law 106–387, 114 Stat. 1549A–12). (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–1140–0–1–351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan subsidy	184	78	96
00.02 Guaranteed loan subsidy	56	65	61
00.05 Reestimates of direct loan subsidy	117	462	.....
00.06 Interest on reestimates of direct loan subsidy	81	336	.....
00.07 Reestimates of guaranteed loan subsidy	23	37	.....
00.08 Interest on reestimate of guaranteed loan subsidy	15	19	.....
00.09 Administrative expenses - salaries and expenses	310	313	318
00.10 Administrative expenses - PLCE	7	8	8
00.11 Dairy Indemnity Program	1	1	1
10.00 Total new obligations	794	1,319	484
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	13	8	6
22.00 New budget authority (gross)	793	1,317	478
23.90 Total budgetary resources available for obligation	806	1,325	484
23.95 Total new obligations	–794	–1,319	–484
23.98 Unobligated balance expiring or withdrawn	–4	.....	.....
24.40 Unobligated balance carried forward, end of year	8	6	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	557	463	478
Mandatory:			
60.00 Appropriation	236	854	.....

70.00	Total new budget authority (gross)	793	1,317	478
Change in obligated balances:				
72.40	Obligated balance, start of year	14	37	7
73.10	Total new obligations	794	1,319	484
73.20	Total outlays (gross)	–767	–1,349	–478
73.40	Adjustments in expired accounts (net)	–4	.....	.....
74.40	Obligated balance, end of year	37	7	13
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	516	457	472
86.93	Outlays from discretionary balances	15	38	6
86.97	Outlays from new mandatory authority	236	854	.....
87.00	Total outlays (gross)	767	1,349	478
Net budget authority and outlays:				
89.00	Budget authority	793	1,317	478
90.00	Outlays	767	1,349	478

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12–1140–0–1–351	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Farm Ownership	560	650	475
115002 Farm Operating	1,056	1,002	900
115003 Emergency Disaster	30	56	56
115004 IndianTribe Land Acquisition .....	.....	4	2
115005 Boll Weevil Eradication	100	100	60
115010 Indian Highly Fractionated Land .....	.....	10	10
115011 Conservation - Direct .....	.....	75	75
115012 Farm Operating - ARRA	170	8	.....
115999 Total direct loan levels	1,916	1,905	1,578
Direct loan subsidy (in percent):			
132001 Farm Ownership	6.35	4.08	6.92
132002 Farm Operating	11.79	4.74	6.06
132003 Emergency Disaster	14.22	3.69	10.49
132004 IndianTribe Land Acquisition	0.00	–37.37	–6.53
132005 Boll Weevil Eradication	–0.56	–1.14	–2.09
132010 Indian Highly Fractionated Land	0.00	7.93	2.14
132011 Conservation - Direct	0.00	1.42	2.99
132012 Farm Operating - ARRA	11.79	4.74	0.00
132999 Weighted average subsidy rate	9.59	3.97	5.98
Direct loan subsidy budget authority:			
133001 Farm Ownership	36	27	33
133002 Farm Operating	125	47	55
133003 Emergency Disaster	4	2	6
133004 IndianTribe Land Acquisition .....	.....	–1	.....
133005 Boll Weevil Eradication	–1	–1	–1
133010 Indian Highly Fractionated Land .....	.....	1	.....
133011 Conservation - Direct .....	.....	1	2
133012 Farm Operating - ARRA	20	.....	.....
133999 Total subsidy budget authority	184	76	94
Direct loan subsidy outlays:			
134001 Farm Ownership	30	34	33
134002 Farm Operating	107	65	54
134003 Emergency Disaster	4	2	6
134004 IndianTribe Land Acquisition .....	.....	–1	.....
134005 Boll Weevil Eradication	–1	–2	–1
134010 Indian Highly Fractionated Land .....	.....	1	.....
134011 Conservation - Direct .....	.....	1	2
134012 Farm Operating - ARRA	18	2	.....
134999 Total subsidy outlays	158	102	94
Direct loan upward reestimates:			
135001 Farm Ownership	12	311	.....
135002 Farm Operating .....	.....	248	.....
135003 Emergency Disaster	154	139	.....
135004 IndianTribe Land Acquisition .....	.....	1	.....
135005 Boll Weevil Eradication	32	51	.....
135008 Credit Sales of Acquired Property .....	.....	48	.....
135999 Total upward reestimate budget authority	198	798	.....
Direct loan downward reestimates:			
137001 Farm Ownership	–146	–11	.....
137002 Farm Operating	–570	–91	.....
137003 Emergency Disaster	–7	–2	.....
137004 IndianTribe Land Acquisition	–1	.....	.....
137005 Boll Weevil Eradication	–49	–35	.....
137006 Seed Loans to Producers .....	.....	–1	.....
137008 Credit Sales of Acquired Property	–78	.....	.....
137012 Farm Operating - ARRA .....	.....	–10	.....

AGRICULTURAL CREDIT INSURANCE FUND PROGRAM ACCOUNT—Continued
Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program—Continued

Identification code 12-1140-0-1-351	2009 actual	2010 est.	2011 est.
137999 Total downward reestimate budget authority	-851	-150	.....
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Farm Ownership—Unsubsidized	1,273	1,500	1,500
215002 Farm Operating—Unsubsidized	1,235	1,500	1,500
215003 Farm Operating—Subsidized	150	170	144
215005 Conservation - Guaranteed .....	.....	75	75
215999 Total loan guarantee levels	2,658	3,245	3,219
Guaranteed loan subsidy (in percent):			
232001 Farm Ownership—Unsubsidized	0.33	0.37	0.38
232002 Farm Operating—Unsubsidized	2.49	2.34	2.33
232003 Farm Operating—Subsidized	13.79	14.06	13.83
232005 Conservation - Guaranteed	0.00	0.37	0.38
232999 Weighted average subsidy rate	2.09	2.00	1.89
Guaranteed loan subsidy budget authority:			
233001 Farm Ownership—Unsubsidized	4	6	6
233002 Farm Operating—Unsubsidized	31	35	35
233003 Farm Operating—Subsidized	21	24	20
233999 Total subsidy budget authority	56	65	61
Guaranteed loan subsidy outlays:			
234001 Farm Ownership—Unsubsidized	4	5	6
234002 Farm Operating—Unsubsidized	30	35	27
234003 Farm Operating—Subsidized	21	24	20
234999 Total subsidy outlays	55	64	53
Guaranteed loan upward reestimates:			
235001 Farm Ownership—Unsubsidized	3	17	.....
235002 Farm Operating—Unsubsidized	27	25	.....
235003 Farm Operating—Subsidized	7	14	.....
235999 Total upward reestimate budget authority	37	56	.....
Guaranteed loan downward reestimates:			
237001 Farm Ownership—Unsubsidized	-25	-7	.....
237002 Farm Operating—Unsubsidized	-42	-30	.....
237003 Farm Operating—Subsidized	-34	-25	.....
237999 Total downward reestimate subsidy budget authority	-101	-62	.....
Administrative expense data:			
3510 Budget authority	317	321	326
3590 Outlays from new authority	315	321	326

The Agricultural Credit Insurance Fund program account's loans are authorized by Title III of the Consolidated Farm and Rural Development Act, as amended.

This program account includes subsidies to provide direct and guaranteed loans for farm ownership, farm operating, and emergency loans to individuals. Indian tribes and tribal corporations are eligible for Indian land acquisition loans. Boll weevil eradication loans are available to eliminate the cotton boll weevil pest from infested areas. The Food, Conservation, and Energy Act of 2008 provided authority for direct and guaranteed conservation loans and for the purchase of highly fractionated Indian land to individuals.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including credit sales of acquired property), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Under the Dairy Indemnity Program, payments are made to farmers and manufacturers of dairy products who are directed to remove their milk or milk products from commercial markets because they contain residues of chemicals that have been registered and approved by the Federal Government, other chemicals, nuclear radiation, or nuclear fallout. Indemnification may also be paid for cows producing such milk. In 2009, \$876,000 was paid to producers who filed claims under the program and the

2011 Budget requests such sums as may be necessary, which are estimated to be \$876,000 for this program.

Object Classification (in millions of dollars)

Identification code 12-1140-0-1-351	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	317	321	326
41.0 Grants, subsidies, and contributions	477	998	158
99.9 Total new obligations	794	1,319	484

AGRICULTURAL CREDIT INSURANCE FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4212-0-3-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan obligations	1,916	1,905	1,578
00.02 Payments of interest to Treasury	335	250	250
00.03 Capitalized costs	1	4	4
00.04 Advances on behalf of borrowers	4	3	3
00.91 Direct program by activities - subtotal (1 level)	2,256	2,162	1,835
08.01 Transfer of negative subsidy to receipt account	1	2	1
08.02 Downward reestimate	595	136	.....
08.04 Interest on downward reestimate	255	15	.....
08.91 Direct program by activities - Subtotal (1 level)	851	153	1
10.00 Total new obligations	3,107	2,315	1,836
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	692	1,542	2,562
22.00 New financing authority (gross)	3,954	4,335	3,090
22.10 Resources available from recoveries of prior year obligations	30	.....	.....
22.60 Portion applied to repay debt .....	.....	-1,000	-1,000
22.70 Balance of authority to borrow withdrawn	-27	.....	.....
23.90 Total budgetary resources available for obligation	4,649	4,877	4,652
23.95 Total new obligations	-3,107	-2,315	-1,836
24.40 Unobligated balance carried forward, end of year	1,542	2,562	2,816

New financing authority (gross), detail:

Mandatory:			
67.10 Authority to borrow	2,913	2,203	1,741
69.00 Offsetting collections (cash)	1,500	2,132	1,349
69.10 Change in uncollected customer payments from Federal sources (unexpired)	23	.....	.....
69.47 Portion applied to repay debt	-482	.....	.....
69.90 Spending authority from offsetting collections (total mandatory)	1,041	2,132	1,349
70.00 Total new financing authority (gross)	3,954	4,335	3,090

Change in obligated balances:

72.40 Obligated balance, start of year	139	320	103
73.10 Total new obligations	3,107	2,315	1,836
73.20 Total financing disbursements (gross)	-2,873	-2,532	-1,854
73.45 Recoveries of prior year obligations	-30	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-23	.....	.....
74.40 Obligated balance, end of year	320	103	85

Outlays (gross), detail:

87.00 Total financing disbursements (gross)	2,873	2,532	1,854
---	-------	-------	-------

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal Sources: Reestimate payment from program account	-198	-798	.....
88.00 Federal Sources: Subsidy payment from program account	-158	-105	-94
88.25 Federal Sources: Interest on uninvested funds	-90	-92	-94
88.40 Repayments of principal	-898	-826	-843
88.40 Repayments of interest	-156	-311	-318

88.40	Non-Federal sources			
88.90	Total, offsetting collections (cash)	-1,500	-2,132	-1,349
	Against gross financing authority only:			
88.95	Change in receivables from program accounts	-23		
Net financing authority and financing disbursements:				
89.00	Financing authority	2,431	2,203	1,741
90.00	Financing disbursements	1,373	400	505

Status of Direct Loans (in millions of dollars)

Identification code 12-4212-0-3-351	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans	1,859	1,931	1,522
1121 Limitation available from carry-forward	87	30	56
1143 Unobligated limitation carried forward (PL 106-113) (-)	-30	-56	
1150 Total direct loan obligations	1,916	1,905	1,578
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	4,814	5,630	6,898
1231 Disbursements: Direct loan disbursements	1,684	2,130	1,595
1251 Repayments: Repayments and prepayments	-899	-812	-843
1261 Adjustments: Capitalized interest	56		
1263 Write-offs for default: Direct loans	-25	-50	-50
1264 Other adjustments, net (+ or -)			
1290 Outstanding, end of year	5,630	6,898	7,600

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including credit sales of acquired property that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

This account finances direct loans for farm ownership, farm operating, emergency disaster, Indian land acquisition, Indian highly fractionated land, boll weevil eradication, conservation, and credit sales of acquired property.

Balance Sheet (in millions of dollars)

Identification code 12-4212-0-3-351	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	692	1,555
Investments in US securities:		
1106 Receivables, net	204	800
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	4,830	5,630
1402 Interest receivable	192	205
1403 Accounts receivable from foreclosed property	3	5
1405 Allowance for subsidy cost (-)	266	-460
1405 Allowance for Interest Receivable (-)	-63	-70
1499 Net present value of assets related to direct loans	5,228	5,310
1999 Total assets	6,124	7,665
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	5,275	7,510
2207 Non-Federal liabilities: Other	849	155
2999 Total liabilities	6,124	7,665
4999 Total liabilities and net position	6,124	7,665

AGRICULTURAL CREDIT INSURANCE FUND GUARANTEED LOAN FINANCING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-4213-0-3-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Default claims	36	26	30
00.02 Payment of Interest to Treasury		8	2
00.03 Purchase of guaranteed loans	2	1	1

00.04 Interest assistance	33	30	31
00.91 Direct program by activities - subtotal (1 level)	71	65	64
08.02 Downward reestimate of subsidy	71	40	
08.04 Downward reestimate of subsidy-interest	30	21	
08.91 Subtotal, reestimates	101	61	
10.00 Total new obligations	172	126	64

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	177	183	265
22.00 New financing authority (gross)	136	158	85
22.10 Resources available from recoveries of prior year obligations	42	50	45
23.90 Total budgetary resources available for obligation	355	391	395
23.95 Total new obligations	-172	-126	-64
24.40 Unobligated balance carried forward, end of year	183	265	331

New financing authority (gross), detail:

Mandatory:			
67.10 Authority to borrow	8		
69.00 Offsetting collections (cash)	128	158	85
70.00 Total new financing authority (gross)	136	158	85

Change in obligated balances:

72.40 Obligated balance, start of year	192	159	102
73.10 Total new obligations	172	126	64
73.20 Total financing disbursements (gross)	-163	-133	-64
73.45 Recoveries of prior year obligations	-42	-50	-45
74.40 Obligated balance, end of year	159	102	57

Outlays (gross), detail:

87.00 Total financing disbursements (gross)	163	133	64
---	-----	-----	----

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from program account upward reestimate	-37	-56	
88.00 Payments from program account subsidy	-56	-65	-54
88.25 Interest on uninvested funds	-11	-13	-13
88.40 Fees and premiums	-22	-22	-16
88.40 Loss recoveries and repayments	-2	-1	-1
88.40 Miscellaneous		-1	-1
88.90 Total, offsetting collections (cash)	-128	-158	-85

Net financing authority and financing disbursements:

89.00 Financing authority	8		
90.00 Financing disbursements	35	-25	-21

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4213-0-3-351	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders	2,552	3,245	3,219
2121 Limitation available from carry-forward	106		
2143 Uncommitted limitation carried forward			
2150 Total guaranteed loan commitments	2,658	3,245	3,219
2199 Guaranteed amount of guaranteed loan commitments	2,298	2,922	2,582
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	10,064	10,674	11,474
2231 Disbursements of new guaranteed loans	2,594	2,759	2,439
2251 Repayments and prepayments	-1,948	-1,921	-2,065
Adjustments:			
2261 Terminations for default that result in loans receivable	-21	-22	-24
2263 Terminations for default that result in claim payments	-15	-16	-17
2290 Outstanding, end of year	10,674	11,474	11,807

Memorandum:

2299 Guaranteed amount of guaranteed loans outstanding, end of year	9,578	9,765	9,925
---	-------	-------	-------

Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	55	51	60
2331 Disbursements for guaranteed loan claims	21	22	24
2351 Repayments of loans receivable	-1	-1	-1

AGRICULTURAL CREDIT INSURANCE FUND GUARANTEED LOAN FINANCING
ACCOUNT—Continued

Status of Guaranteed Loans—Continued

Identification code 12-4213-0-3-351	2009 actual	2010 est.	2011 est.
2361 Write-offs of loans receivable	-24	-12	-10
2390 Outstanding, end of year	51	60	73

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

This account finances commitments made for farm ownership, operating, and conservation guaranteed loan programs.

Balance Sheet (in millions of dollars)

Identification code 12-4213-0-3-351	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	369	342
1206 Non-Federal assets: Receivables, net	37	59
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501 Defaulted guaranteed loans receivable, gross	58	51
1502 Interest receivable	1	
1505 Allowance for subsidy cost (-)	-56	-52
1599 Net present value of assets related to defaulted guaranteed loans	3	-1
1999 Total assets	409	400
LIABILITIES:		
Federal liabilities:		
2104 Resources payable to Treasury	2	11
2105 Other	101	61
Non-Federal liabilities:		
2201 Accounts payable	192	158
2204 Liabilities for loan guarantees	114	170
2999 Total liabilities	409	400
4999 Total upward reestimate subsidy BA [12-1140]	409	400

AGRICULTURAL CREDIT INSURANCE FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4140-0-3-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.08 Loan recoverable costs	2	4	4
00.09 Minor capital improvements	1	1	1
00.91 Direct program by activities - subtotal (1 level)	3	5	5
01.08 Administrative expenses - Department of Justice fees		1	1
01.09 Costs incidental to acquisition of real property	1	1	1
01.18 Civil rights settlements		1	1
01.91 Total operating expenses	1	3	3
10.00 Total new obligations (object class 25.2)	4	8	8
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	46	20	
22.00 New budget authority (gross)	23	8	8
22.10 Resources available from recoveries of prior year obligations	1		
22.40 Capital transfer to general fund	-46	-20	
23.90 Total budgetary resources available for obligation	24	8	8
23.95 Total new obligations	-4	-8	-8
24.40 Unobligated balance carried forward, end of year	20		
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)			193
69.27 Capital transfer to general fund	-244	-219	-185

69.90	Spending authority from offsetting collections (total mandatory)	23	8	8
Change in obligated balances:				
72.40	Obligated balance, start of year	1	1	3
73.10	Total new obligations	4	8	8
73.20	Total outlays (gross)	-3	-6	-8
73.45	Recoveries of prior year obligations	-1		
74.40	Obligated balance, end of year	1	3	3

Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	2	6	6
86.98	Outlays from mandatory balances	1		2
87.00	Total outlays (gross)	3	6	8

Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.40	Interest on loans	-78	-73	-72
88.40	Miscellaneous undistributed receipts	8	-1	-1
88.40	Interest on judgments	-1	-1	-1
88.40	Repayments on loans - principal	-188	-138	-105
88.40	Judgments - principal	-4	-6	-6
88.40	Shared appreciation recapture	-2	-4	-4
88.40	Sale of acquired property/chattels	-2	-3	-3
88.40	Write-offs		-1	-1
88.90	Total, offsetting collections (cash)	-267	-227	-193

Net budget authority and outlays:				
89.00	Budget authority	-244	-219	-185
90.00	Outlays	-264	-221	-185

Status of Direct Loans (in millions of dollars)

Identification code 12-4140-0-3-351		2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	1,406	1,181	993
1251	Repayments: Repayments and prepayments	-208	-175	-147
1261	Adjustments: Capitalized interest	5	5	5
1263	Write-offs for default: Direct loans	-22	-18	-16
1264	Other adjustments, net (+ or -)			
1290	Outstanding, end of year	1,181	993	835

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4140-0-3-351		2009 actual	2010 est.	2011 est.
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	43	31	22
2251	Repayments and prepayments	-11	-8	-6
2263	Adjustments: Terminations for default that result in claim payments	-1	-1	-1
2290	Outstanding, end of year	31	22	15
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	28	22	15
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	5	4	3
2351	Repayments of loans receivable	-1	-1	-1
2361	Write-offs of loans receivable			
2390	Outstanding, end of year	4	3	2

As required by the Federal Credit Reform Act of 1990, this account records for the farm loan programs all cash flows to and from the Government resulting from direct loans obligated, loan guarantees committed, and grants made prior to 1992. New loan activity in 1992 and beyond (including credit sales of acquired property that resulted from obligations or commitments in any year) is recorded in corresponding program and financing accounts. Payments to settle certain discrimination claims against USDA may also be made from this account.

Balance Sheet (in millions of dollars)

Identification code 12–4140–0–3–351	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	47	21
1601 Loans Receivable	1,406	1,181
1602 Interest receivable	239	230
1603 Allowance for estimated uncollectible loans and interest (-)	-143	-147
1604 Direct loans and interest receivable, net	1,502	1,264
1605 Accounts receivable/judgments receivable	2	2
1606 Foreclosed property	12	12
1699 Value of assets related to direct loans	1,516	1,278
1701 Defaulted guaranteed loans, gross	7	4
1999 Total assets	1,570	1,303
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	1,500	1,246
Non-Federal liabilities:		
2201 Accounts payable	1	1
2204 Liabilities for loan guarantees	1	1
2207 Other	68	55
2999 Total liabilities	1,570	1,303
4999 Total liabilities and net position	1,570	1,303

COMMODITY CREDIT CORPORATION FUND
REIMBURSEMENT FOR NET REALIZED LOSSES
 (INCLUDING TRANSFERS OF FUNDS)

For the current fiscal year, such sums as may be necessary to reimburse the Commodity Credit Corporation for net realized losses sustained, but not previously reimbursed, pursuant to section 2 of the Act of August 17, 1961 (15 U.S.C. 713a–11): *Provided*, That of the funds available to the Commodity Credit Corporation under section 11 of the Commodity Credit Corporation Charter Act (15 U.S.C. 714i) for the conduct of its business with the Foreign Agricultural Service, up to \$5,000,000 may be transferred to and used by the Foreign Agricultural Service for information resource management activities of the Foreign Agricultural Service that are not related to Commodity Credit Corporation business.

HAZARDOUS WASTE MANAGEMENT
 (LIMITATION ON EXPENSES)

For the current fiscal year, the Commodity Credit Corporation shall not expend more than \$5,000,000 for site investigation and cleanup expenses, and operations and maintenance expenses to comply with the requirement of section 107(g) of the Comprehensive Environmental Response, Compensation, and Liability Act (42 U.S.C. 9607(g)), and section 6001 of the Resource Conservation and Recovery Act (42 U.S.C. 6961). (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–4336–0–3–999	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Commodity purchases and related inventory transactions	4,064	2,910	1,200
00.02 Storage, transportation and other obligations	100	167	265
00.03 Dairy export incentive program	1	25	3
00.04 Market access program	233	200	200
00.05 Technical Assistance for specialty crops	7	8	9
00.06 Emerging markets program	10	10	10
00.07 Foreign market development cooperative	35	35	35
00.08 Quality samples program	1	2	2
00.09 Pilot program for regional food aid	5	25	25
00.10 Feed grains	325	2,387	2,644
00.11 Wheat	2,392	1,238	1,369
00.12 Rice	417	422	418
00.13 Cotton	1,540	2,082	1,542
00.14 Dairy program	770	212	100
00.15 Tobacco program	953	960	960
00.16 Peanut program	72	95	129
00.17 Wool and Mohair program	9	7	7
00.23 Non-Insured assistance program	62	122	124
00.24 Oilseeds payment program	612	586	642

00.25 Marketing loan writeoffs	787	6	4
00.28 Biomass Crop Assistance Program	23	263	479
00.36 Conservation reserve program (CRP)	1,856	1,872	1,812
00.37 Emergency Forestry Conservation Reserve Program	10	18	14
00.38 Voluntary Public Access & Habitat Incentives		17	17
00.47 Reimbursable agreement/transfers to State and Federal Agencies	56	56	56
00.48 Treasury	22	28	107
00.49 Other Interest	1	1	1
00.52 Conservation Reserve Program Technical assistance	78	102	147
00.53 Emergency Forestry Conservation Reserve Program Technical Assistance		1	1
00.57 BEHT Non-Commodity Costs	23	140	140
00.58 Section 416b/FFP/ocean transportation	43	60	58
01.92 Total support and related programs	14,507	14,057	12,520
09.01 Commodity loans	8,291	8,593	8,346
09.02 Commodities procured - PL480 Titles II / III Commodity costs	903	994	1,016
09.04 P. L. 480 ocean transportation	531	779	796
09.09 Subtotal, reimbursable programs	9,725	10,366	10,158
10.00 Total new obligations	24,232	24,423	22,678

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1,048	1,354	1,353
21.45 Adjustments to unobligated balance carried forward, start of year			
22.00 New budget authority (gross)	24,429	24,422	22,678
22.10 Resources available from recoveries of prior year obligations	124		
22.30 Expired unobligated balance transfer to unexpired account	590		
22.60 Portion applied to repay debt	-788		
23.90 Total budgetary resources available for obligation	25,586	25,776	24,031
23.95 Total new obligations	-24,232	-24,423	-22,678
24.40 Unobligated balance carried forward, end of year	1,354	1,353	1,353

New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation		60	
Mandatory:			
60.00 Appropriation	12,085	15,079	13,926
60.47 Portion applied to repay debt	-9,253	-11,443	-9,692
61.00 Transferred to other accounts	-2,832	-3,636	-4,234
62.50 Appropriation (total mandatory)			
67.10 Authority to borrow	24,340	10,779	10,497
69.00 Offsetting collections (cash)	12,409	13,564	12,165
69.00 MARAD Cargo Preference Reimbursements	15	19	16
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-25		
69.47 Portion applied to repay debt	-12,310		
69.90 Spending authority from offsetting collections (total mandatory)	89	13,583	12,181
70.00 Total new budget authority (gross)	24,429	24,422	22,678

Change in obligated balances:			
72.40 Obligated balance, start of year	6,662	7,959	7,927
72.45 Adjustment to obligated balance, start of year	-183	5	
73.10 Total new obligations	24,232	24,423	22,678
73.20 Total outlays (gross)	-22,653	-24,460	-22,648
73.45 Recoveries of prior year obligations	-124		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	25		
74.40 Obligated balance, end of year	7,959	7,927	7,957

Outlays (gross), detail:			
86.90 Outlays from new discretionary authority		60	
86.97 Outlays from new mandatory authority	17,333	23,874	22,608
86.98 Outlays from mandatory balances	5,320	526	40
87.00 Total outlays (gross)	22,653	24,460	22,648

Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Sales to special activities	-903	-994	-1,016
88.00 Advances from Foreign Assistance Programs (P.L. 480)	-2,321	-1,690	-1,690
88.00 Other Revenue	-35		
88.00 Tobacco Trust Fund	-1,130	-960	-960
88.00 MARAD Reimbursements	-15	-19	-16
88.40 Sales and other proceeds	-49	-30	-35
88.40 Interest Revenue	-63	-31	-57
88.40 Loans Repaid	-7,908	-8,110	-8,315

COMMODITY CREDIT CORPORATION FUND—Continued
Program and Financing—Continued

Identification code 12-4336-0-3-999	2009 actual	2010 est.	2011 est.
88.40 Commodity Certificates Redeemed		-1,749	-92
88.90 Total, offsetting collections (cash)	-12,424	-13,583	-12,181
88.95 Against gross budget authority only: Change in uncollected customer payments from Federal sources (unexpired)	25		
Net budget authority and outlays:			
89.00 Budget authority	12,030	10,839	10,497
90.00 Outlays	10,229	10,877	10,467

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	12,030	10,839	10,497
Outlays	10,229	10,877	10,467
Legislative proposal, subject to PAYGO:			
Budget Authority			-11
Outlays			-11
Total:			
Budget Authority	12,030	10,839	10,486
Outlays	10,229	10,877	10,456

Status of Direct Loans (in millions of dollars)

Identification code 12-4336-0-3-999	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year			
1251 Repayments: Repayments and prepayments			
1290 Outstanding, end of year			
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	8,291	8,593	8,346
1150 Total direct loan obligations	8,291	8,593	8,346
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	630	414	895
1231 Disbursements: Direct loan disbursements	8,291	8,593	8,346
1251 Repayments: Repayments and prepayments	-8,381	-8,110	-8,315
1264 Other adjustments, net (+ or -)	-126	-2	-5
1290 Outstanding, end of year	414	895	921

The Commodity Credit Corporation (CCC) was created to: stabilize, support, and protect farm income and prices; help maintain balanced and adequate supplies of agricultural commodities, their products, foods, feeds, and fibers; and help in their orderly distribution.

The Corporation's capital stock of \$100 million is held by the U.S. Treasury. Under present law, up to \$30 billion may be borrowed from the U.S. Treasury to finance operations.

Current, indefinite appropriation authority is requested to cover all net realized losses. Appropriations to the Corporation for net realized losses have no effect on budget authority, as they are used to repay debt directly with the Treasury.

Budget assumptions.—The following general assumptions form the basis for the Corporation's 2010 and 2011 budget estimates: (a) national income will rise both in 2010 and 2011 from the present level; (b) 2010 crop production will increase from 2009 crop levels for some commodities; (c) generally, exports of agricultural commodities in 2011 are expected to be higher than 2010 levels; and (d) yields for the 2010 crops are based on recent averages adjusted for trends.

It is difficult to accurately forecast requirements for the year ending September 30, 2011, since the projections are subject to complex and unpredictable factors such as weather, other factors

which affect the volume of production of crops not yet planted, feed, food, and energy needs here and overseas, and available dollar exchange.

Appropriations are made to reimburse the Corporation for net realized losses sustained in carrying out its operations.

USDA has incorporated stochastic price and production variability into its 10-year budget baseline process starting with the 2007 President's Budget. For the 2010–2019 crops, Commodity Credit Corporation outlay projections for counter-cyclical payments, Average Crop Revenue Election (ACRE) payments, marketing loan benefits, and Milk Income Loss Contract payments are based on price probability distributions and flexibilities generated by the Economic Research Service's Food and Agricultural Policy Simulation model. This approach was used for feed grains (corn, barley, sorghum, oats), wheat, rice, upland cotton, soybeans, sugar, and dairy.

2011 ESTIMATE

(In millions of dollars)

Program	Gross obligations	Net outlays	Net realized loss for year
Farm income, marketing assistance loans, and price support:			
Commodity loans (non-ACRE)	7,799	82	0
ACRE loans	546	46	0
Feed grain payments	2,644	2,644	2,644
Wheat payments	1,369	1,369	1,369
Rice payments	418	418	418
Cotton payments	1,542	1,542	1,542
Other support and related	6,199	2,030	2,623
Other items not distributed by program:			
Interest	109	42	51
All other	63	305	63
Total, farm income, marketing assistance loans, and price-support programs	20,689	8,478	8,710
Conservation programs:			
Conservation reserve program	1,958	1,958	1,958
Emergency forestry conservation reserve program	14	14	14
Voluntary Public Access	17	17	17
Conservation Program Transfers to NRCS	0	0	3,784
Total, conservation programs	1,989	1,989	5,773
Total, Commodity Credit Corporation	22,678	10,467	14,483

PROGRAMS OF THE CORPORATION

Price support, marketing assistance loans, and related stabilization programs.—The Corporation conducts programs to support farm income and prices and stabilize the market for agricultural commodities. Price support is provided to producers of agricultural commodities through loans, purchases, payments, and other means. This is done mainly under the Commodity Credit Corporation Charter Act, as amended, the Agricultural Act of 1949 (1949 Act), as amended, the Farm Security and Rural Investment Act of 2002 (2002 Farm Bill), and the Food, Conservation and Energy Act of 2008 (2008 Farm Bill).

Price support is mandatory for sugar and dairy products. Marketing assistance loans are mandatory for wheat, feed grains, oilseeds, upland cotton, peanuts, rice, and pulse crops. Loans are also required to be made for sugar, honey, wool, mohair, and extra long staple cotton.

One method of providing support is loans to and purchases from producers. With limited exceptions, loans made on commodities are nonrecourse. The commodities serve as collateral for the loan and on maturity the producer may deliver or forfeit such collateral to satisfy the loan obligation without further payment.

Direct purchases may be made from processors as well as producers, depending on the commodity involved. Also, special purchases are made under various laws for the removal of surpluses;

for example, the Act of August 19, 1958, as amended, and section 416 of the Agricultural Act of 1949, as amended.

Direct Payments and Counter-Cyclical Payments.—The 2002 Farm Bill established direct payments and counter-cyclical payments for May 2002 through 2007. The payments were extended through the 2012 crop year by the 2008 Farm Bill. The eligible commodities for both direct payments and counter-cyclical payments are wheat, corn, grain sorghum, barley, oats, upland cotton, rice, soybeans, other oilseeds, and peanuts. The 2008 Farm Bill adds the following as eligible commodities: long grain and medium grain rice and pulse crops, expanded to include large chickpeas.

Direct Payments are payments to producers for which payment yields and base acres are established. The commodity payment amount is calculated as follows: Payment Amount = specified rate x payment acres x payment yield. At the option of the producer, the producer can choose to receive advance payments (up to 22 percent) during the producer's selected month. The month selected may be any month during the period beginning on December 1 of the calendar year before the calendar year in which the crop of the covered commodity is harvested through the month within which the direct payment would otherwise be made. The direct payment rates established in the 2008 Farm Bill are the same as those in the 2002 Farm Bill; however, payment acres decrease from 85 percent to 83.3 percent of base acres for 2009–2011 crops, and no advance payments are available for the 2012 and subsequent crops.

Counter-Cyclical Payments are payments to producers for which payment yields and base acres are established for eligible commodities if it is determined that the effective commodity price is less than the target commodity price. Counter-cyclical payments will be made for the crop as soon as practicable after the end of the 12-month marketing year for the eligible commodity. If, before the end of the 12-month marketing year it is determined that counter-cyclical payments will be required for the eligible commodity, producers will be provided the option to receive partial payment of the projected counter-cyclical payment. Partial counter-cyclical payments are limited to 40 percent of the projected rate, are available for the 2008–2010 crops only, and are payable after completion of the first 180 days of the marketing year.

Average Crop Revenue Election (ACRE) Payments.—The 2008 Farm Bill adds the ACRE program for the 2009–2012 crop years. Producers who elect to enroll a farm in ACRE are eligible for ACRE payments in lieu of counter-cyclical payments on the farm and in exchange for a 20 percent reduction in direct payments on the farm and a 30 percent reduction in the marketing assistance loan rates for all commodities produced on the farm except that the loan rate for seed cotton loans will not be so reduced. The election to enroll a farm in ACRE may be made for any of the crop years 2009–2012, but once the election is made, it is irrevocable through the 2012 crop.

Marketing assistance loans.—The 2002 Farm Bill authorized producers of eligible crops to receive non-recourse marketing assistance loans from the government for any quantity of a loan commodity produced on the farm by pledging their production as loan collateral. This loan shall have a term of 9 months beginning on the first day of the first month after the month in which the loan is made. The loan cannot be extended. As a condition of the receipt of a marketing assistance loan, the producer shall comply with applicable conservation requirements under subtitle B of title XII of the Food Security Act of 1985 and applicable wetland protection requirements under subtitle C of title XII of the Act during the term of the loan. Producers of eligible commodities can repay a marketing assistance loan at a rate that is the

lesser of (1) the loan rate established for the commodity plus interest; or (2) a rate that the Secretary determines. Special rules apply to upland cotton, rice, and extra long staple cotton. Crops eligible for marketing assistance loans include wheat, corn, barley, oats, grain sorghum, rice, upland cotton, soybeans, extra long staple cotton, other oilseeds, dry peas, lentils, small chickpeas, honey, wool, and mohair. The 2008 Farm Bill establishes specific loan rates for long grain and medium grain rice and restricts loan rate adjustments to grade and quality factors. Also, large chickpeas are added as a new marketing assistance loan commodity with a higher loan rate than small chickpeas.

Marketing loss assistance for asparagus producers.—The 2008 Farm Bill authorizes the use of \$15 million to make payments to 2007 crop asparagus producers. Of the total, \$7.5 million will be available to fresh market asparagus producers and \$7.5 million will be available to frozen market asparagus producers.

Peanut price support program.—Under the 2008 Farm Bill, peanuts qualify for ACRE or direct payments, counter-cyclical payments, marketing assistance loans and loan deficiency payments for the 2009 through 2012 crops.

The 2002 Farm Bill terminated the marketing quota programs and repealed price support programs. The prior quota programs stayed in effect for the 2001 crop only, with quota buyout compensation payments being made during 2002 through 2006. The prior price support programs remained in effect for the 2002 crop only, notwithstanding any other provision of law or crop insurance policy.

The 2002 Farm Bill established marketing assistance loans for the 2002 through 2007 crops, with the loan rate for peanuts of \$355 per ton. The 2008 Farm Bill continues this rate. The payment rate shall be the amount by which the established loan rate exceeds the rate at which a loan may be repaid.

Tobacco program.—The American Jobs Creation Act of 2004, P.L. 108–357, eliminated the program effective with the 2005 crop. In return for losing the program, growers and quota holders will receive a buyout. The owners of quota are being paid \$7 per pound for the quota they hold. The actual producers are being paid \$3 per pound for the quota they produced. The legislation eliminates all geographic and poundage restrictions on tobacco production as well as price support. The buyout is funded by assessments on the tobacco product manufacturers and importers. The program will cost \$10.14 billion, and the growers and quota holders will be paid over a 10-year period.

Sugar program.—Sugar qualifies for price support. The 2002 Farm Bill extended the national average sugar loan rates to cover through the 2007 crops at 18 cents per pound for raw cane sugar and 22.9 cents per pound for refined beet sugar. The 2008 Farm Bill provides for escalating rates through crop year 2012. For raw cane sugar, the rate increases to 18.25 cents per pound for 2009, 18.5 cents per pound for 2010 and 18.75 cents per pound for 2011–2012. For refined beet sugar, the rates for crop year 2009–2012 are the raw cane sugar rate times 1.285. Loans are available to processors of domestically grown sugarcane and sugar beets for a term of nine months that does not begin or extend beyond the end/beginning of a fiscal year. The non-recourse loans extend through the 2007 crop for processors of domestically produced sugar beets and sugarcane including for in-process sugar. Loans for in-process sugar have a loan rate of 80 percent of the loan rate for raw cane sugar or refined beet sugar (based on the source material used). If forfeitures occur, the processor shall convert the in-process into final product at no cost to the CCC. Upon transfer, the processor will receive payment based on the loan rate less 80 percent of raw cane or refined beet sugar rate times the quantity of sugar transferred. The loan program

COMMODITY CREDIT CORPORATION FUND—Continued

will continue through the 2012 crop. The 2002 Farm Bill did not resume the sugar marketing assessment collections but authorized marketing allotments. The 2002 Act provided assistance for sugar donations in the amount of 10,000 tons to compensate sugar producers who suffer losses incurred beyond existing CCC administered programs. This assistance was a one-time occurrence.

The 2008 Farm Bill extends the marketing allotment provisions of the 2002 Act, except they are now permanent and cannot be set at a level less than 85 percent of estimated sugar deliveries for human consumption. The 2008 Farm Bill introduces the Feedstock Flexibility Program, which requires the diversion of sugar from food use to ethanol producers, if needed, to keep sugar prices above levels at which sugar processors might otherwise forfeit sugar under loan to the CCC.

Dairy program.—The 2002 Farm Bill extended the Dairy Price Support Program from June 1, 2002 through December 31, 2007 at a rate of \$9.90 per hundredweight for milk containing 3.7 percent butterfat. The support program is carried out through the purchase of butter, nonfat dry milk, and cheese at prices that enable processors to pay dairy farmers, on average, the support price for milk. As under previous law, the Secretary may allocate the rate of price support between the purchase prices for nonfat dry milk and butter in a manner that minimizes CCC expenditures or other objectives, as the Secretary considers appropriate. Cash CCC inventory sales (with some exceptions) shall be at any price that the Secretary determines will maximize CCC returns. The 2002 Farm Bill repealed all legislative authority for the Dairy Recourse Loan Program but established a new Milk Income Loss Contract Program (MILC), under which the Secretary may contract with eligible producers to make monthly payments when milk prices fall below specified levels. The U.S. Troop Readiness, Veterans' Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007 (P.L. 110–28) extended the MILC program through September 2007.

The 2008 Farm Bill replaces the price support program of the 2002 Farm Bill with the Dairy Product Price Support Program, which is effective for calendar years 2008–2012. It requires the Secretary to support the price of cheddar cheese, butter and nonfat dry milk through purchases of such products at prices not less than \$1.13 per pound for cheddar cheese in blocks, not less than \$1.10 per pound for cheddar cheese in barrels, not less than \$1.05 per pound for butter, and not less than \$0.80 per pound for nonfat dry milk. Purchase prices for milk products may be adjusted lower based on preset levels of product net removals. The 2008 Farm Bill extends the MILC program through September 30, 2012. The payment calculation percentage is raised from 34 percent to 45 percent and the payment quantity is raised from 2,400,000 to 2,985,000 million pounds per fiscal year effective October 1, 2008 through August 31, 2012. A feed cost adjuster is added that raises the \$16.94 base price when the national average ration cost exceeds \$7.35 per hundredweight for a given month.

Section 748(a) of the fiscal year 2010 USDA Appropriations Act, P.L. 111–80, appropriated \$60 million for the purchase of cheese and cheese products, which the Commodity Credit Corporation is procuring.

Payment Limitations.—In general, the 2002 Farm Bill revised the Food Security Act of 1985 (7 U.S.C. 1308) for payment limitations. The total amount of direct payments made to a person during any crop year for one or more covered commodities may not exceed \$40,000. The 2008 Farm Bill rescinds the three entity rule for payment limitation purposes for the 2009–2012 crops.

Instead, payments are tracked as received directly or indirectly by an individual person or legal entity (otherwise termed direct attribution). Except for participants who elect to receive ACRE payments, the direct payment limitation remains at \$40,000 for covered commodities in the 2008 Farm Bill, with a separate \$40,000 payment limitation for peanut direct payments. The payment limitation on counter-cyclical payments made to a person during any crop year for one or more covered commodities continues at \$65,000 in the 2008 Farm Bill, except for participants who elect to receive ACRE payments. For counter-cyclical payments, there is a separate \$65,000 payment limitation for peanut counter-cyclical payments. For producers that receive ACRE payments, the payment limit is \$65,000 plus the amount their direct payments are reduced due to their participation in ACRE. The total amount of gains and payments that a person may receive during any crop year under marketing assistance loan and loan deficiency payment provisions may not exceed \$75,000 for crop years 2002–2008. The 2008 Farm Bill rescinds the payment limitation for both marketing loan gains and loan deficiency payments beginning with the 2009 crop. Notwithstanding any other provision of law, an individual or entity shall not be eligible to receive any benefit described above if the average adjusted annual gross income of the individual or entity exceeds \$2,500,000, unless not less than 75 percent of the average adjusted gross income of the individual or entity is derived from farming, ranching, or forestry operations, as determined by the Secretary. The 2008 Farm Bill extends these provisions through the 2008 crop year, but makes commodity program payments subject to farm and nonfarm adjusted gross income (AGI) limits for 2009–2012 crop years. The AGI attributable to farming activities is adjusted farm gross income (AFGI), and the AGI attributable to other activities is adjusted nonfarm gross income (ANGI). If AFGI exceeds \$750,000, the person or entity is ineligible to receive commodity program payments, and if ANGI exceeds \$500,000, the person or entity is ineligible to receive payments. Commodity program payments include direct, counter-cyclical, ACRE, loan deficiency, marketing loan gain, NAP, supplemental crop disaster assistance, MILC, and trade adjustment assistance payments.

Disaster Payments.—The U.S. Troop Readiness, Veterans' Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007, P.L. 110–28, appropriated \$2.8 billion in agricultural disaster aid for America's farmers and ranchers. The 2008 Consolidated Appropriations Act, P.L. 110–161, provided an additional \$602 million under Sec. 743, which extends the period of loss eligibility for disaster assistance from February 28, 2007 to December 31, 2007. Unlike previous disaster supplemental Appropriations Acts, funding is through USDA Disaster Assistance rather than CCC.

Noninsured Assistance Program.—The Agricultural Risk Protection Act of 2000 eliminated the area loss requirement for triggers and made other changes. It also included a provision that all types or varieties of a crop or commodity may be considered to be a single eligible crop for NAP assistance and provided additional funding in 2002 with annual increases through 2010. The 2008 Farm Bill amended the payment limitation provisions to conform with direct attribution of payments to a person of legal entity.

Dairy Export Incentive Program (DEIP).—DEIP provides cash bonus payments to exporters to facilitate commercial sales of U.S. dairy products in overseas markets. Estimates of the quantity of dairy products to be exported under DEIP and associated expenditures were formulated within the maximum allowable expenditure and quantity levels specified in conjunction

with provisions of the Uruguay Round Agreement. Consequently, current baseline projections assume that DEIP will not exceed \$116.6 million annually during 2002–2012. Actual DEIP subsidies are further limited on a product-by-product basis under the Uruguay Round.

Export Enhancement Program (EEP).—The 2008 Farm Bill eliminated authority for the program.

Market Access Program (MAP).—Under the MAP, CCC Funds are used to reimburse participating organizations for a portion of the costs of carrying out overseas marketing and promotional activities. The 2008 Farm Bill continued the authority for the MAP program and as follows: \$100 million for 2002, \$110 million for 2003, \$125 million for 2004, \$140 million for 2005, and continued funding at \$200 million for 2008–2012. The budget proposes to reduce the annual funding level for MAP by \$40 million to \$160 million and increase the emphasis on promoting generic American products overseas.

Foreign Market Development Cooperator Program (FMD) and Quality Samples Program.—Under the FMD program, cost-share assistance is provided to nonprofit commodity and agricultural trade associations to support overseas market development activities that are designed to remove long-term impediments to increased U.S. trade. The 2002 Farm Bill increased the available funds for this program to \$34.5 million for 2002 through 2007 and the 2008 Farm Bill continues this funding level for 2008–2012. In addition, the budget proposes to increase discretionary funding for the program in fiscal year 2011 by \$34.5 million as part of a broader government wide initiative to increase export promotion.

CCC will fund the Quality Samples Program at an authorized annual level of \$2.5 million. Under this initiative, samples of U.S. agricultural products will be provided to foreign importers to promote a better understanding and appreciation for the high quality of U.S. products.

Commodity Donations.—The 2008 Farm Bill authorizes the donation of surplus commodity inventory to domestic nutrition programs. The Corporation may also donate commodities under the authority of section 416(b) of the Agricultural Act of 1949 to carry out programs of assistance in developing countries and friendly countries and pay costs associated with making the commodities available. Commodities that are acquired by CCC in the normal course of its domestic support operations will be available for donation. The Corporation may also use its funds to furnish commodities overseas under the authority of the Food for Progress Act of 1985; however, not more than \$55 million of the funds of the Corporation (exclusive of the costs of commodities) may be used for each fiscal year.

The Bill Emerson Humanitarian Trust.—The Bill Emerson Humanitarian Trust (BEHT) is a commodity and/or monetary reserve designed to ensure that the United States can meet its international food aid commitments. Assets of the Trust can be released any time the Administrator of the U.S. Agency for International Development determines that Title II of the Food for Peace Act funding for emergency needs is inadequate to meet those needs in any fiscal year. When a release from the Trust is authorized, the Trust's assets cover all commodity costs associated with the release. All non-commodity costs, including ocean freight charges; internal transportation, handling, and storage overseas; and certain administrative costs are paid by CCC. The 2008 Farm Bill extended the authorization to replenish the BEHT through 2012.

Conservation Programs.—Conservation programs administered by the Farm Service Agency and the Natural Resources Conservation Service are funded through the Commodity Credit Corpor-

ation. These programs help farmers adopt and maintain conservation systems that protect water quality, reduce soil erosion, protect and enhance wildlife habitat and wetlands, conserve water, and sequester carbon.

Conservation Reserve Program (CRP).—Administered by FSA, the CRP is USDA's largest conservation/environmental program. The purpose of CRP is to cost-effectively assist farm owners and operators in conserving and improving soil, water, air, and wildlife resources by converting highly erodible and other environmentally sensitive acreage normally devoted to the production of agricultural commodities to a long-term resource-conserving cover. CRP participants enroll contracts for periods from 10 to 15 years in exchange for annual rental payments and cost-share and technical assistance for installing approved conservation practices.

The CRP is authorized in all 50 States, Puerto Rico, and the Virgin Islands, on all highly erodible cropland, other environmentally sensitive cropland, and certain marginal pastureland meeting the eligibility criteria. In addition to cropland in areas adjacent to lakes and streams that can be devoted to filter strips, and cropland subject to overflow and suffering from scour erosion, eligible land may include cropland contributing to water quality problems, and other lands posing environmental threats. Also eligible for the CRP are water quality or wildlife habitat impaired areas that do not meet the highly erodible land (HEL) criteria, such as the Chesapeake Bay, Great Lakes, and Long Island Sound watershed regions.

CRP was established by the 1985 Food Security Act and amended and extended under subsequent farm bills. Most recently, the 2008 Farm Bill (P.L. 110–246) re-authorized CRP through September 30, 2012; permits CRP to enroll up to 32 million acres at any one time beginning October 1, 2009; expanded Farmable Wetlands Program (FWP) eligibility; included provisions for funding a tree thinning cost-share program; and included a program transitioning expiring CRP lands from retiring producers to beginning and socially disadvantaged farmers.

In addition to FWP, CRP also enrolls land through general signups, Conservation Reserve Enhancement Program (CREP) signups, and non-CREP continuous signups. FWP operates on a continuous basis. Under general signup provisions, producers compete nationally during specified enrollment periods for acceptance based on an environmental benefits index. Under continuous signup provisions, producers enroll specified high-environmental value lands such as wetlands, riparian buffers, and various types of habitat at any time during the year without competition.

No general sign-ups were held in fiscal years 2007, 2008, or 2009. A contract extension for contracts that expired September 30, 2009 was offered. Of the 1.5 million acres that were offered extensions, 1.1 million acres were extended. A general signup is anticipated to be held in fiscal year 2010.

Under continuous signup, including CREP and FWP, a combined total of 4.4 million acres were under contract as of the end of fiscal year 2009. About 400,000 acres are projected to be enrolled under continuous signup in fiscal year 2011.

2009 ended with 33.7 million acres under contract. With contracts expiring on 2.8 million acres September 30, 2009, 2010 enrollment began with 30.9 million acres under contract. Combined general and continuous signup is projected to remain at or near the 32 million-acre-cap throughout the baseline period. The budget includes a 2.9 million acre signup in 2010 and a 3.9 million acre signup in 2011.

For those conservation programs administered by the Natural Resources Conservation Service (NRCS), funding is transferred from CCC to NRCS's Farm Security and Rural Investment Pro-

COMMODITY CREDIT CORPORATION FUND—Continued

grams account (see the NRCS section). Specifically, these programs include: the Environmental Quality Incentives Program; the Wetlands Reserve Program; the Wildlife Habitat Incentives program; the Farmland Protection Program; the Conservation Security Program; the Conservation Stewardship Program; the Chesapeake Bay Watershed Program; the Agriculture Water Enhancement Program; the Healthy Forest Reserve Program; and the Grassland Reserve Program. NRCS also receives funding from the CCC to carry out technical assistance for the Conservation Reserve Program and to carry out part of the Agricultural Management Assistance Program (see below).

Voluntary Public Access and Habitat Incentive Program.—The 2008 Farm Bill authorizes this program to encourage farmers and ranchers to allow public access on their lands. It provides up to \$50 million of CCC funding through 2012 as grants to States or Tribes that have public access programs. Outlays are estimated at \$16.67 million per year for the period 2010–2012.

Biomass Crop Assistance Program (BCAP).—The 2008 Farm Bill amends the 2002 Farm Bill to authorize this program to support the establishment and production of eligible crops for conversion to bioenergy in selected BCAP project areas; and to assist agricultural and forest land owners and operators with the collection, harvest, storage, and transportation of eligible material for use in a biomass conversion facility. BCAP is scheduled for full implementation in 2010, although payments for collection, harvest, and transportation were begun in 2009.

Agricultural Management Assistance Program.—The Agricultural Risk Protection Act of 2000 authorized CCC funding of \$10 million for 2001 and subsequent years for the Agricultural Management Assistance Program (AMAP). AMAP provides cost-share assistance to producers in states in which Federal Crop Insurance Program participation is historically low as determined by the Secretary of Agriculture. The Secretary delegated authority to implement this program to the Natural Resources Conservation Service, Risk Management Agency, and the Agricultural Marketing Service. The 2008 Farm Bill increased funding to \$15 million for 2008–2012 and increased to 16 the number of States eligible to participate.

Emergency Forestry Conservation Reserve Program.—The Department of Defense, Emergency Supplemental Appropriations to Address Hurricanes in the Gulf of Mexico, and Pandemic Influenza Act of 2006, P.L. 109–148, as amended by P.L. 109–234 and P.L. 110–28, mandates that the Secretary shall carry out an emergency pilot program in States that the Secretary determines have suffered damage to merchantable timber in counties affected by hurricanes during the 2005 calendar year. The Act provided \$404.1 million for this program, called the Emergency Forestry Conservation Reserve Program (EFCRP). P.L. 109–234 increased funding for EFCRP by \$100 million, to \$504.1 million. P.L. 110–28 lifted a restriction limiting the program to calendar year 2006. EFCRP enrollment during calendar year 2006 was 180,175 acres. Signup ended on December 31, 2006 and resumed in August 2007. An additional 73,000 acres were enrolled through the end of 2008 and an additional 35,000 acres were enrolled through the end of 2009. There were 288,532 acceptable acres as of October 31, 2009.

Loan operations.—The following table reflects commodity loan operations of the Corporation:

[In millions of dollars]				
Item	2009 actual	2010 est.	2011 est.	
Loans outstanding, gross, start of year:				
Commodity Credit Corporation	630	414	895	
Additional loans made	8,291	8,593	8,346	
Deduct:				

Loans repaid	-8,381	-8,110	-8,315
Acquisition of loan collateral	-47	-2	-5
Write-offs	-79	0	0
Total loans outstanding, gross, end of year	414	895	921

Inventory operations.—The following table reflects the inventory operations applicable to the preceding programs:

AGRICULTURAL COMMODITIES

[In millions of dollars]				
Item	2009 actual	2010 est.	2011 est.	
On hand, start of year, gross	11	205	41	
Acquisitions:				
Forfeiture of loan collateral	47	2	5	
Excess of collateral acquired over loans canceled	2	0	0	
Purchases	4,052	2,897	1,197	
Transfers and exchanges	2	-8	0	
Carrying charges:				
Charges to inventory	10	21	2	
Storage and handling (non-add)	8	5	2	
Transportation (non-add)	2	5	2	
Total acquisitions	4,111	2,912	1,204	
Dispositions:				
Domestic donations to:				
Families	73	97	8	
Institutions	15	126	35	
Total domestic donations	88	223	43	
Export donations	104	83	89	
Sales and transfers:				
Special programs: Title II, Public Law 480	903	994	1,016	
Other sales	1,934	1,751	97	
Net loss or gain (-) on sales and transfers	888	25	0	
Total sales and transfers	3,725	2,770	1,113	
Total dispositions	3,917	3,076	1,245	
On hand, end of year, gross	205	41	0	

Other data.—The following table reflects other data which are applicable to price support and related programs:

DATA ON SUPPORT AND RELATED PROGRAMS

[In millions of dollars]				
Item	2009 actual	2010 est.	2011 est.	
Loans made	8,291	8,593	8,346	
Loans repaid	8,381	8,110	8,315	
Loan collateral forfeited	47	2	5	
Loans outstanding, end of year	414	895	921	
Acquisitions	4,111	2,912	1,204	
Cost of commodities sold	3,725	2,770	1,113	
Cost of commodities donated	192	306	132	
Inventory, end of year	205	41	0	
Investment in loans and inventory, end of year	619	936	921	
Direct producer payments	9,865	10,325	9,229	
Net expenditures	10,229	10,877	10,467	
Realized losses	15,079	13,926	14,483	

Operating expenses.—The Corporation carries out its functions through utilization of employees and facilities of other Government agencies. Administrative expenses are incurred by: the Farm Service Agency (FSA); the Foreign Agricultural Service; the Natural Resources Conservation Service; the Risk Management Agency; other agencies of the Department engaged in the Corporation's activities; and the Office of the Inspector General for audit functions. Additional expenses are incurred by FSA county offices for work related to programs of the Corporation, other FSA expenses offset by revenue, custodian, and agency expenses of the Federal Reserve banks and lending agencies, and miscellaneous costs.

Expenses are incurred for acquisition, operation, maintenance, improvement, or disposition of existing property that the Corpor-

ation owns or in which it has an interest. These expenses are treated as program expenses. Such program expenses include inspection, classing, and grading work performed on a fee basis by Federal employees or Federal- or State-licensed inspectors; and special services performed by Federal agencies within and outside this Department. Most of these general expenses, including storage and handling, transportation, inspection, classing and grading, and producer storage payments, are included in program costs. They are shown in the program and financing schedule in the entries entitled "Storage, transportation, and other obligations not included above."

Section 161 of the 1996 Act amended Section 11 of the CCC Charter Act to limit the use of CCC funds for the transfer and allotment of funds to State and Federal agencies. The Section 11 cap of \$56 million including FSA loan service fees remains at \$56 million in 2009, 2010, and 2011.

The Corporation receives reimbursement for grain requisitioned pursuant to Public Law 87–152 by the States from Corporation stocks to feed resident wildlife threatened with starvation through the appropriation reimbursement for net realized losses. There have been no requisitions in recent years, however. The Corporation receives reimbursement for the commodity costs and other costs, including administrative costs, for commodities supplied to domestic nutrition programs and international food aid programs.

FINANCING

Borrowing authority.—The Corporation has an authorized capital stock of \$100 million held by the U.S. Treasury and, effective in 1988, authority to have outstanding borrowings up to \$30 billion at any one time.

Funds are borrowed from the Treasury and may also be borrowed from private lending agencies and others. The Corporation reserves a sufficient amount of its borrowing authority to purchase at any time all notes and other obligations evidencing loans made to the Corporation by such agencies and others. All bonds, notes, debentures, and similar obligations issued by the Corporation are subject to approval by the Secretary of the Treasury as required by the Act of March 8, 1938.

Interest on borrowings from the Treasury (and on capital stock) is paid at a rate based upon the average interest rate of all outstanding marketable obligations (of comparable maturity date) of the United States as of the preceding month. Interest is also paid on other notes and obligations at a rate prescribed by the Corporation and approved by the Secretary of the Treasury.

The Department of Agriculture and Related Agencies Appropriation Act, 1966, made provision for terminating interest after June 30, 1964 on the portion of the Corporation's borrowings from the Treasury equal to the unreimbursed realized losses recorded on the books of the Corporation after the end of the fiscal year in which such losses are realized.

POSITION WITH RESPECT TO BORROWING AUTHORITY, END OF YEAR

[In millions of dollars]			
Item	2009 actual	2010 est.	2011 est.
Statutory borrowing authority	30,000	30,000	30,000
Deduct: Borrowings from Treasury	2,967	2,191	3,101
Net statutory borrowing authority available	27,033	27,809	26,899

Note.—Accounts payable, accrued liabilities, and other outstanding obligations not reflected on this table do not become charges against the statutory borrowing authority until they result in borrowings from the Treasury.

Contract authority.—Price support and other programs required by statute may result in the Corporation incurring obligations in excess of available funds and borrowing authority. Such obligations are liquidated from subsequent appropriations and other funds that may become available to the Corporation. Any increase in obligations in excess of available fund resources is reported

as contract authority in the year involved; a decrease is reported as the application of appropriations and other funds to liquidate the authority.

Appropriations.—Under section 2 of Public Law 87–155 annual appropriations are authorized for each fiscal year to reimburse the Corporation for net realized losses incurred as of the close of each year.

The special activities are financed as indicated in the program descriptions above. In addition to certain reimbursements from other agencies, appropriations are made for foreign assistance programs.

Deficit.—The net realized losses of the Corporation have previously been reimbursed as follows:

SUPPORT AND RELATED PROGRAMS

[In millions of dollars]		2009 actual
Realized losses, 1933 to 2009, inclusive		481,273
Reimbursements by the Treasury:		
Reimbursements of realized losses:		
Appropriations (70 times)		463,036
Note cancellations (6 times)		2,698
Less dividends paid to Treasury (4 times)		–138
Total reimbursements for net realized losses		465,596
Other reimbursements:		
Appropriations (2 times)		542
Note cancellation (1 time)		56
Total other reimbursements		598
Total		466,194
Realized deficit as of September 30, 2009, support and related programs		15,079

Commodity Certificates.—Subtitle B of the 2000 Act allows for the use of commodity certificates. In making in-kind payments, CCC may (a) "acquire and use commodities that have been pledged to the Commodity Credit Corporation as collateral for loans made by the Corporation;" (b) "use other commodities owned by the Commodity Credit Corporation;" and (c) "redeem negotiable marketing certificates for cash under terms and conditions established. Commodity certificates discourage producers from forfeiting commodities pledged as collateral for CCC commodity loans. Certificates are used to repay marketing assistance loans when the adjusted world price (for rice and upland cotton) or the posted county price (for wheat, feed grains, soybeans, wool, mohair, honey, peanuts, dry peas, lentils, small chickpeas, and designated minor oilseeds) is lower than the applicable loan rate. The 2008 Farm Bill amended the 1996 Farm Bill to terminate the use of commodity certificates at the end of the 2009 crop year.

Balance Sheet (in millions of dollars)

Identification code 12–4336–0–3–999		2008 actual	2009 actual
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	–1,465	–1,482
Investments in US securities:			
1106	Receivables, net	699	508
1107	Advances and prepayments		2
Non-Federal assets:			
1206	Receivables, net	61	31
1207	Advances and prepayments	36	35
1601	Direct loans, gross	630	414
1602	Interest receivable	15	5
1603	Allowance for estimated uncollectible loans and interest (-)		–3
1604	Direct loans and interest receivable, net	645	416
1699	Value of assets related to direct loans	645	416
Other Federal assets:			
1801	Cash and other monetary assets	92	93
1802	Inventories and related properties	15	204
1803	Property, plant and equipment, net	50	44

COMMODITY CREDIT CORPORATION FUND—Continued
Balance Sheet—Continued

Identification code 12-4336-0-3-999	2008 actual	2009 actual
1999 Total assets	133	-149
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	1	
2102 Interest payable	11	3
2103 Debt	2,955	3,206
2105 Other	934	1,003
Non-Federal liabilities:		
2201 Accounts payable	1	35
2207 Other	7,077	8,206
2999 Total liabilities	10,979	12,453
NET POSITION:		
3100 Appropriated capital	-11	-11
3300 Cumulative results of operations	-10,835	-12,591
3999 Total net position	-10,846	-12,602
4999 Total liabilities and net position	133	-149

Object Classification (in millions of dollars)

Identification code 12-4336-0-3-999	2009 actual	2010 est.	2011 est.
Direct obligations:			
22.0 Transportation of things	68	206	200
25.2 Other services	118	407	314
25.2 Other services: Storage and handling	8	5	2
26.0 Supplies and materials: Costs of commodities sold or donated	4,064	2,910	1,200
41.0 Grants, subsidies, and contributions	10,226	10,500	10,695
43.0 Interest and dividends	23	29	109
99.0 Direct obligations	14,507	14,057	12,520
Reimbursable obligations:			
22.0 Transportation of things: P. L. 480 ocean transportation	531	779	796
26.0 Supplies and materials - Cost of Commodities Procured/Donated - PL 480	903	994	1,016
33.0 Investments and loans	8,291	8,593	8,346
99.0 Reimbursable obligations	9,725	10,366	10,158
99.9 Total new obligations	24,232	24,423	22,678

COMMODITY CREDIT CORPORATION FUND
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12-4336-4-3-999	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Farm Bill Proposal			-11
01.92 Total support and related programs			-11
10.00 Total new obligations (object class 41.0)			-11
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			-11
23.95 Total new obligations			11
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation (Eliminate Cotton Storage)			-11
Change in obligated balances:			
73.10 Total new obligations			-11
73.20 Total outlays (gross)			11
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority			-11
Net budget authority and outlays:			
89.00 Budget authority			-11
90.00 Outlays			-11

As part of the President's commitment to fiscal responsibility, the Budget includes several significant offsets. The proposals include programmatic changes that:

1. Reduce Direct Payment Cap . To transition the dependence of large farms and wealthy landowners on direct payments made on the basis of historical base acres to revenue from other sources including emerging markets for environmental services, the President's Budget proposes a 25 percent reduction in the current cap on direct payments to individuals. The 2008 Farm Bill set a limitation of \$40,000 in direct payments per producer participant in the Direct and Countercyclical program and \$32,000 for those who participate in the Average Crop Revenue Election (ACRE) program. The proposed adjustment will reduce the limitations to \$30,000 (or \$24,000 for those in the ACRE option.) These payments are made regardless of market prices, losses, or whether the land is still producing crops. Direct payments are only a modest portion of the roughly \$17 billion in direct Government support already provided to farm producers through various USDA programs including farm commodity and income support payments, crop insurance benefits, disaster payments, and Conservation Reserve Program rental payments. Estimated savings over 10-years \$1.5 million.

2. Tighten Payment Eligibility. The President wants to maintain a strong safety net for farm families and beginning farmers. The need for more fiscal responsibility necessitates reexamination of government payments to wealthy individuals who are better able to take advantage of new market opportunities. Therefore, the Budget also proposes a three- year phased reduction in farm program average Adjusted Gross Income (AGI) eligibility limits from the current \$500,000 of non-farm AGI to \$250,000, and the farm AGI limit for eligibility for direct payments would be reduced from the current \$750,000 set by the 2008 Farm Bill to \$500,000 over a three- year period as well. These adjustments in current program limits would affect only a very small portion of the farm program participants without disturbing the foundation of the current safety net for productive family farmers. Estimated savings over 10-years \$764 million.

3. Eliminate Cotton and Peanut Storage Credits. The President's Budget proposes to eliminate the requirement for the Government to pay the storage costs of cotton and peanuts that are put under loan with USDA. Cotton is the only commodity for which this assistance is regularly provided. Storage credits for cotton have been found to have a negative impact on the amount of cotton on the market. Because cotton storage is covered by the Government, producers may store their cotton for longer than necessary. Peanut storage credits are only provided if the crop is forfeited to the Government, therefore payments are rarely made and there is little need for storage credits. Estimated savings \$2 million.

4. Reform the Market Access Program (MAP). The Budget proposes an annual funding reduction of 20 percent, which will reduce Federal spending . Estimated savings over 10-years \$366 million.

COMMODITY CREDIT CORPORATION EXPORT (LOANS) CREDIT GUARANTEE
PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For administrative expenses to carry out the Commodity Credit Corporation's export guarantee program, GSM 102 and GSM 103, **[\$6,820,000]** **\$6,884,000**; to cover common overhead expenses as permitted by section 11 of the Commodity Credit Corporation Charter Act and in conformity with the Federal Credit Reform Act of 1990, of which **[\$6,465,000]**

\$6,525,000 shall be [transferred to and merged with] paid to the appropriation for "Foreign Agricultural Service, Salaries and Expenses", and of which [\$355,000] \$359,000 shall be [transferred to and merged with] paid to the appropriation for "Farm Service Agency, Salaries and Expenses". (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1336-0-1-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Guaranteed loan subsidy	31	11	18
00.07 Reestimates of subsidy	15	54	.....
00.08 Interest on reestimates	6	3	.....
00.09 Administrative expenses	5	7	7
10.00 Total new obligations	57	75	25
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	278	315	315
22.00 New budget authority (gross)	66	75	25
22.10 Resources available from recoveries of prior year obligations	28	.....	.....
23.90 Total budgetary resources available for obligation	372	390	340
23.95 Total new obligations	-57	-75	-25
24.40 Unobligated balance carried forward, end of year	315	315	315
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	5	7	7
Mandatory:			
60.00 Appropriation - Subsidy	41	11	18
60.00 Appropriation - upward reestimate	20	57	.....
62.50 Appropriation (total mandatory)	61	68	18
70.00 Total new budget authority (gross)	66	75	25
Change in obligated balances:			
72.40 Obligated balance, start of year	63	12	4
73.10 Total new obligations	57	75	25
73.20 Total outlays (gross)	-80	-83	-23
73.45 Recoveries of prior year obligations	-28	.....	.....
74.40 Obligated balance, end of year	12	4	6
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	5	7	7
86.97 Outlays from new mandatory authority	21	65	13
86.98 Outlays from mandatory balances	54	11	3
87.00 Total outlays (gross)	80	83	23
Net budget authority and outlays:			
89.00 Budget authority	66	75	25
90.00 GSM 103 [12-4337]	80	83	23

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-1336-0-1-351	2009 actual	2010 est.	2011 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 GSM 102	5,357	5,400	5,400
215003 Export guarantee program—Facilities .....	.....	100	100
215999 Total loan guarantee levels	5,357	5,500	5,500
Guaranteed loan subsidy (in percent):			
232001 GSM 102	0.60	-1.21	-0.86
232003 Export guarantee program—Facilities	0.00	11.13	18.48
232999 Weighted average subsidy rate	0.60	-0.99	-0.51
Guaranteed loan subsidy budget authority:			
233001 GSM 102	32	-65	-46
233003 Export guarantee program—Facilities .....	.....	11	18
233999 Total subsidy budget authority	32	-54	-28
Guaranteed loan subsidy outlays:			
234001 GSM 102	53	-26	-36
234999 Total subsidy outlays	53	-26	-36
Guaranteed loan upward reestimates:			
235001 GSM 102	12	43	.....
235002 Supplier Credit	8	14	.....
235004 GSM 103	1	.....	.....

235999 Total upward reestimate budget authority	21	57	.....
Guaranteed loan downward reestimates:			
237001 GSM 102	-59	-92	.....
237002 Supplier Credit	-5	-2	.....
237999 Total downward reestimate subsidy budget authority	-64	-94	.....
Administrative expense data:			
3510 Budget authority	5	7	7
3590 Outlays from new authority	5	7	7

This is the program account for the GSM-102 CCC Export Credit Guarantee Program. The GSM-102 Export Credit Guarantee Program covers credit terms of up to three years. Under this program, CCC does not provide financing, but guarantees payments due from foreign banks and buyers. Because payment is guaranteed, financial institutions in the United States can offer competitive credit terms to foreign banks, usually with interest rates based on the London Inter-Bank Offered Rate (LIBOR). If the foreign bank fails to make any payment as agreed, the exporter or assignee must submit a notice of default to the CCC. A claim for loss must be filed, and the CCC will promptly pay claims found to be in good order. CCC usually guarantees 98 percent of the principal payment due and interest based on a percentage of the one-year Treasury rate.

A portion of the GSM-102 guarantees is also made available as Facilities Guarantees. Under this activity, CCC guarantees export financing for capital goods and services to improve handling, marketing, processing, storage, or distribution of imported agricultural commodities and products.

The subsidy estimates for the GSM-102 program is determined in large part by the obligor's sovereign or non-sovereign country risk grade. These grades are developed annually by the International Credit Risk Assessment System Committee (ICRAS). In unusual circumstances, an ICRAS grade for a country may change during the fiscal year. The default estimates for GSM-102 guarantees still use the ICRAS grades but are now based on programmatic experience and assumptions rather than the government-wide risk premia used previously.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the credit guarantees committed in 1992 and beyond (including modifications of credit guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis. The 2011 Budget displays the GSM loan guarantee volume, the subsidy level that can be justified by forecast economic conditions, and the expected supply/demand conditions of countries requesting GSM loan guarantees.

Object Classification (in millions of dollars)

Identification code 12-1336-0-1-351	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	5	7	7
41.0 Grants, subsidies, and contributions	52	68	18
99.9 Total new obligations	57	75	25

COMMODITY CREDIT CORPORATION EXPORT GUARANTEE FINANCING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-4337-0-3-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Default claims	26	55	128

**COMMODITY CREDIT CORPORATION EXPORT GUARANTEE FINANCING
ACCOUNT—Continued
Program and Financing—Continued**

Identification code 12-4337-0-3-351	2009 actual	2010 est.	2011 est.
00.02 Interest on debt to Treasury	31	15	15
00.91 Subtotal	57	70	143
08.01 Negative Subsidy	65	65	46
08.02 Reestimates of guaranteed loan subsidy	54	46	.....
08.04 Interest on reestimates of guaranteed loan subsidy	11	48	.....
08.91 Subtotal, reestimates	65	159	46
10.00 Total new obligations	122	229	189
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	873	265	195
22.00 New financing authority (gross)	164	159	90
22.60 Portion applied to repay debt	-650	.....	.....
23.90 Total budgetary resources available for obligation	387	424	285
23.95 Total new obligations	-122	-229	-189
24.40 Unobligated balance carried forward, end of year	265	195	96
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	16	65	46
69.00 Offsetting collections (cash)	174	153	90
69.10 Receivable from Federal sources	-26	-59	-46
69.90 Spending authority from offsetting collections (total mandatory)	148	94	44
70.00 Total new financing authority (gross)	164	159	90
Change in obligated balances:			
72.40 Obligated balance, start of year	-150	-124	.....
73.10 Total new obligations	122	229	189
73.20 Total financing disbursements (gross)	-122	-164	-143
74.00 Change in uncollected customer payments from Federal sources (unexpired)	26	59	46
74.40 Obligated balance, end of year	-124	.....	92
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	122	164	143
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from program account subsidy	-54	-19	-16
88.00 Payments from Program Account Upward Reestimate	-21	-57	.....
88.25 Interest on uninvested funds	-18	-3	-3
88.40 Loan origination fee	-41	-35	-32
88.40 Principal collections	-16	-13	-13
88.40 Interest collections	-24	-26	-26
88.90 Total, offsetting collections (cash)	-174	-153	-90
Against gross financing authority only:			
88.95 Change in receivables from program accounts	26	59	46
Net financing authority and financing disbursements:			
89.00 Financing authority	16	65	46
90.00 Financing disbursements	-52	11	53

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4337-0-3-351	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....	.....	.....	.....
2131 Guaranteed loan commitments exempt from limitation	5,357	5,500	5,500
2150 Total guaranteed loan commitments	5,357	5,500	5,500
2199 Guaranteed amount of guaranteed loan commitments	5,249	5,387	5,387
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	3,613	6,819	10,062
2231 Disbursements of new guaranteed loans	5,357	5,448	5,500
2251 Repayments and prepayments	-2,125	-2,150	-2,150
2263 Adjustments: Terminations for default that result in claim payments	-26	-55	-128

2290 Outstanding, end of year	6,819	10,062	13,284
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	6,682	.....	.....
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	615	619	635
2331 Disbursements for guaranteed loan claims	26	55	128
2351 Repayments of loans receivable	-16	-39	-39
2364 Other adjustments, net	-6	.....	.....
2390 Outstanding, end of year	619	635	724

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12-4337-0-3-351	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	723	141
1101 Accounts Receivable, net .....	.....	59
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501 Defaulted guaranteed loans receivable, gross	615	619
1502 Interest receivable	11	7
1505 Allowance for subsidy cost (-)	-138	-203
1599 Net present value of assets related to defaulted guaranteed loans	488	423
1999 Total assets	1,211	623
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	120	1
2104 Resources payable to Treasury	931	613
2204 Non-Federal liabilities: Liabilities for loan guarantees	160	9
2999 Total liabilities	1,211	623
4999 Total liabilities and net position	1,211	623

**COMMODITY CREDIT CORPORATION GUARANTEED LOANS LIQUIDATING ACCOUNT
Program and Financing (in millions of dollars)**

Identification code 12-4338-0-3-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Operating expenses .....	.....	1	1
10.00 Total new obligations (object class 25.3) .....	.....	1	1
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	23	.....	.....
22.00 New budget authority (gross) .....	.....	7	9
22.40 Capital transfer to general fund	-23	-6	-8
23.90 Total budgetary resources available for obligation .....	.....	1	1
23.95 Total new obligations .....	.....	-1	-1
24.40 Unobligated balance carried forward, end of year .....	.....	.....	.....
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	4	7	9
69.27 Capital transfer to general fund	-4	.....	.....
69.90 Spending authority from offsetting collections (total mandatory) .....	.....	7	9
Change in obligated balances:			
72.40 Obligated balance, start of year	5	5	3
73.10 Total new obligations .....	.....	1	1
73.20 Total outlays (gross) .....	.....	-3	-1

74.40	Obligated balance, end of year	5	3	3
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority		1	1
86.98	Outlays from mandatory balances		2	
87.00	Total outlays (gross)		3	1
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.40	Repayments of principal	-1	-4	-6
88.40	Interest received on loans	-3	-3	-3
88.40	Other Interest			
88.90	Total, offsetting collections (cash)	-4	-7	-9
Net budget authority and outlays:				
89.00	Budget authority	-4		
90.00	Outlays	-4	-4	-8

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4338-0-3-351		2009 actual	2010 est.	2011 est.
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	136	135	131
2351	Repayments of loans receivable	-1	-4	-6
2364	Other adjustments, net .....	.....	.....	.....
2390	Outstanding, end of year	135	131	125

Includes amounts for activities previously funded in the Commodity Credit Corporation Fund.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from loan guarantees committed prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-4338-0-3-351	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	28	
1701 Defaulted guaranteed loans, gross	136	136
1702 Interest receivable	192	1
1703 Allowance for estimated uncollectible loans and interest (-)	-90	-82
1799 Value of assets related to loan guarantees	238	55
1999 Total assets	266	55
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable		4
2104 Resources payable to Treasury	71	51
2207 Non-Federal liabilities: Other	195	
2999 Total liabilities	266	55
4999 Total liabilities and net position	266	55

FARM STORAGE FACILITY LOANS PROGRAM ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-3301-0-1-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01	Direct loan subsidy	13	
00.05	Upward Reestimate	2	2
00.06	Interest on reestimates of direct loan subsidy		3
10.00	Total new obligations (object class 41.0)	15	5
Budgetary resources available for obligation:			
22.00	New budget authority (gross)	15	5

23.95	Total new obligations	-15	-5	
24.40	Unobligated balance carried forward, end of year			
New budget authority (gross), detail:				
Mandatory:				
60.00	Appropriation	15	5	
Change in obligated balances:				
72.40	Obligated balance, start of year	1	9	4
73.10	Total new obligations	15	5	
73.20	Total outlays (gross)	-7	-10	-4
74.40	Obligated balance, end of year	9	4	
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	6	5	
86.98	Outlays from mandatory balances	1	5	4
87.00	Total outlays (gross)	7	10	4
Net budget authority and outlays:				
89.00	Budget authority	15	5	
90.00	Outlays	7	10	4

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-3301-0-1-351		2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:				
115001	Farm Storage Facility Loans	200	150	150
115002	Sugar Storage Facility Loans .....	.....	3	3
115999	Total direct loan levels	200	153	153
Direct loan subsidy (in percent):				
132001	Farm Storage Facility Loans	6.25	-1.01	-2.01
132002	Sugar Storage Facility Loans	-1.08	0.61	-0.21
132999	Weighted average subsidy rate	6.25	-0.98	-1.97
Direct loan subsidy budget authority:				
133001	Farm Storage Facility Loans	13	-2	-3
133999	Total subsidy budget authority	13	-1	-3
Direct loan subsidy outlays:				
134001	Farm Storage Facility Loans	4	4	1
134999	Total subsidy outlays	4	4	1
Direct loan upward reestimates:				
135001	Farm Storage Facility Loans	2	5	.....
135999	Total upward reestimate budget authority	2	5	.....
Direct loan downward reestimates:				
137001	Farm Storage Facility Loans	-61	-17	.....
137999	Total downward reestimate budget authority	-61	-17	.....

Farm Storage Facility Loan (FSFL) Program.—The FSFL program was established by the Commodity Credit Corporation (CCC) in 1949 to offer low-cost financing to producers for the construction or upgrade of on-farm storage facilities—the program was discontinued in the early 1980's when studies showed sufficient storage space was available. The FSFL was re-established in 2000 due to a severe shortage of sufficient available storage. The program was implemented in 2000 by CCC under Section 504(c) of the Federal Credit Reform Act of 1990. The Food, Conservation and Energy Act of 2008 expanded the loan limits, term limits, and eligible commodities for which facilities can be financed by the program. The program now provides producers financing with seven, ten, or twelve-year repayment terms and low interest rates. The program gives producers greater marketing flexibility when farm storage is limited and/or transportation difficulties cause storage problems, allows farmers to benefit from new marketing and technological advances, and maximizes their returns through identity-preserved marketing.

Sugar Storage Facility Loans.—The 2002 Farm Bill directs that the CCC establish a sugar storage facility loan program to provide financing for processors of domestically produced sugarcane and sugar beets to construct or upgrade storage and handling facilities for raw sugars and refined sugars. The loan term is a minimum

FARM STORAGE FACILITY LOANS PROGRAM ACCOUNT—Continued
of seven years with the amount and terms being determined as any other commercial loan.

As required by the Federal Credit Reform Act of 1990, this account records the subsidy costs associated with the direct loans obligated in 1992 and beyond, as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis, and the administrative expenses are estimated on a cash basis.

FARM STORAGE FACILITY DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4158-0-3-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loans	200	153	153
00.02 Payment of interest to Treasury	24	20	20
00.91 Direct Program by Activities - Subtotal (1 level)	224	173	173
08.01 Negative Subsidy Payment to Receipt Account	2	2	3
08.02 Downward reestimates paid to receipt accounts	49	13	.....
08.04 Interest on Downward Reestimate	13	4	.....
08.91 Direct Program by Activities - Subtotal (1 level)	62	19	3
10.00 Total new obligations	286	192	176
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	115	34	131
22.00 New financing authority (gross)	245	289	302
22.10 Resources available from recoveries of prior year obligations	10	.....	.....
22.60 Portion applied to repay debt	-50	.....	.....
23.90 Total budgetary resources available for obligation	320	323	433
23.95 Total new obligations	-286	-192	-176
24.40 Unobligated balance carried forward, end of year	34	131	257
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	204	162	162
69.00 Payments from program account	7	10	4
69.00 Principal repayments	85	96	115
69.00 Interest repayments	15	15	15
69.00 Interest on Uninvested Funds	10	6	6
69.00 Fees and Other Collections	1	.....	.....
69.10 Change in uncollected customer payments from Federal sources (unexpired)	8	.....	.....
69.47 Portion applied to repay debt	-85	.....	.....
69.90 Spending authority from offsetting collections (total mandatory)	41	127	140
70.00 Total new financing authority (gross)	245	289	302
Change in obligated balances:			
72.40 Obligated balance, start of year	107	149	149
73.10 Total new obligations	286	192	176
73.20 Total financing disbursements (gross)	-226	-192	-176
73.45 Recoveries of prior year obligations	-10	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-8	.....	.....
74.40 Obligated balance, end of year	149	149	149
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	226	192	176
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from Program Account Subsidy	-7	-5	-4
88.00 Payment from program account Upward Reestimate .....	.....	-5	.....
88.25 Interest on uninvested funds	-10	-6	-6
88.40 Principal collections	-85	-96	-115
88.40 Interest collections	-15	-15	-15
88.40 Fees and Other Collections	-1	.....	.....
88.90 Total, offsetting collections (cash)	-118	-127	-140
Against gross financing authority only:			

88.95	Change in receivables from program accounts	-8	.....	.....
Net financing authority and financing disbursements:				
89.00	Financing authority	119	162	162
90.00	Financing disbursements	108	65	36

Status of Direct Loans (in millions of dollars)

Identification code 12-4158-0-3-351	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	.....	.....	.....
1131 Direct loan obligations exempt from limitation	200	153	153
1150 Total direct loan obligations	200	153	153
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	363	419	473
1231 Disbursements: Direct loan disbursements	141	150	150
1251 Repayments: Repayments and prepayments	-85	-96	-115
1290 Outstanding, end of year	419	473	508

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12-4158-0-3-351	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	223	183
Investments in US securities:		
1106 Receivables, net	1	3
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	363	419
1402 Interest receivable	30	35
1405 Allowance for subsidy cost (-)	-32	-31
1499 Net present value of assets related to direct loans	361	423
1999 Total assets	585	609
LIABILITIES:		
Federal liabilities:		
2103 Debt payable to Treasury	523	592
2105 Other Federal Liabilities	62	17
2999 Total liabilities	585	609
4999 Total Liabilities and Net Position [12-3301]	585	609

EMERGENCY BOLL WEEVIL LOAN PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-3303-0-1-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.06 Interest on Upward Reestimate	1	1	.....
10.00 Total new obligations (object class 41.0)	1	1	.....
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	1	1	.....
23.95 Total new obligations	-1	-1	.....
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	1	1	.....
Change in obligated balances:			
73.10 Total new obligations	1	1	.....
73.20 Total outlays (gross)	-1	-1	.....

Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	1	1	.....
Net budget authority and outlays:				
89.00	Budget authority	1	1	.....
90.00	Outlays	1	1	.....

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-3303-0-1-351	2009 actual	2010 est.	2011 est.
Direct loan upward reestimates:			
135001 Emergency Boll Weevil and Apple Loans	1	1	.....
135999 Total upward reestimate budget authority	1	1	.....
Direct loan downward reestimates:			
137001 Emergency Boll Weevil and Apple Loans	-1	-1	.....
137999 Total downward reestimate budget authority	-1	-1	.....

APPLE LOANS PROGRAM ACCOUNT

The Agricultural Risk Protection Act of 2000 authorized up to \$5 million for the cost to provide loans to producers of apples for economic losses as the result of low prices. Although the program is funded through the Commodity Credit Corporation, program management is performed through farm loan programs. No further funding is requested for this program.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis.

EMERGENCY BOLL WEEVIL DIRECT LOAN FINANCING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-4221-0-3-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
08.02 Downward Reestimate of Subsidy	1	1	.....
10.00 Total new obligations	1	1	.....
Budgetary resources available for obligation:			
22.00 New financing authority (gross)	1	1	.....
23.95 Total new obligations	-1	-1	.....
New financing authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	1	1	.....
Change in obligated balances:			
73.10 Total new obligations	1	1	.....
73.20 Total financing disbursements (gross)	-1	-1	.....
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	1	1	.....
Offsets:			
Against gross financing authority and financing disbursements:			
88.00 Offsetting collections (cash) from: Federal sources —			
Reestimate payment from program account	-1	-1	.....
Net financing authority and financing disbursements:			
89.00 Financing authority			
90.00 Financing disbursements			

Status of Direct Loans (in millions of dollars)

Identification code 12-4221-0-3-351	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	10	10	10
1290 Outstanding, end of year	10	10	10

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12-4221-0-3-351	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	1	1
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	10	10
1405 Allowance for subsidy cost (-)	-10	-10
1499 Net present value of assets related to direct loans		
1999 Total assets	1	1
LIABILITIES:		
2103 Federal liabilities: Debt	1	1
2999 Total liabilities	1	1
4999 Total liabilities and net position	1	1

AGRICULTURAL DISASTER RELIEF FUND**Special and Trust Fund Receipts** (in millions of dollars)

Identification code 12-5531-0-2-351	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.00 3.08 Percent of Customs Duties, Agricultural Disaster Relief Fund	703	756	891
02.99 Total receipts and collections	703	756	891
04.00 Total: Balances and collections	703	756	891
Appropriations:			
05.00 Agricultural Disaster Relief Fund	-703	-756	-891
05.99 Total appropriations	-703	-756	-891
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-5531-0-2-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Disaster payments	6	1,525	1,398
00.02 Recovery Act transition disaster payments		230	
10.00 Total new obligations (object class 41.0)	6	1,755	1,398
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	833	1,530	531
22.00 New budget authority (gross)	703	756	891
23.90 Total budgetary resources available for obligation	1,536	2,286	1,422
23.95 Total new obligations	-6	-1,755	-1,398
24.40 Unobligated balance carried forward, end of year	1,530	531	24
New budget authority (gross), detail:			
Mandatory:			
60.20 Appropriation (special fund)	703	756	891

AGRICULTURAL DISASTER RELIEF FUND—Continued
Program and Financing—Continued

Identification code 12-5531-0-2-351	2009 actual	2010 est.	2011 est.
Change in obligated balances:			
72.40 Obligated balance, start of year		3	23
73.10 Total new obligations	6	1,755	1,398
73.20 Total outlays (gross)	-3	-1,735	-1,421
74.40 Obligated balance, end of year	3	23	
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		202	891
86.98 Outlays from mandatory balances	3	1,533	530
87.00 Total outlays (gross)	3	1,735	1,421
Net budget authority and outlays:			
89.00 Budget authority	703	756	891
90.00 Outlays	3	1,735	1,421

The Food, Conservation, and Energy Act of 2008 (2008 Farm Bill), P.L. 110-246, provides for Supplemental Agricultural Disaster Assistance under Sec.12033 and 15101. This includes the Agricultural Disaster Relief Trust Fund, which is composed of amounts equivalent to 3.1 percent of the amounts received in the general fund of the U.S. Treasury during 2008-2011 attributable to the duties collected on articles entered, or withdrawn from warehouse, for consumption under the Harmonized Tariff Schedule of the United States. The fund has authority to borrow and repayable advances that are such sums as may be necessary make up the funds budget authority. Advances to the fund must be repaid with interest to the general fund of the U.S. Treasury when the Secretary of the Treasury determines that funds are available in the trust fund.

Obligations of \$5,763,693 were incurred in 2009. Livestock Indemnity Payments outlayed in 2009 were \$2,946,799. The budget authority in the fund totaled \$703,438,297 in 2009 which is the amount of customs receipts which were credited to the Agricultural Disaster Relief Trust Fund receipt account. The amount of \$1,530,625,668 was carried forward into 2010 as unobligated balances.

Funds from the trust fund may be used to make payments to farmers and ranchers under the following five new disaster assistance programs: Supplemental Revenue Assistance Payments (SURE) Program; Livestock Forage Disaster Program (LFP); Livestock Indemnity Program (LIP); Tree Assistance Program (TAP); and Emergency Assistance for Livestock, Honey Bees, and Farm-Raised Fish Program (ELAP). P.L. 110-246 provides that participants in the new disaster assistance programs are required to have crop insurance or non-insured crop disaster assistance, or to pay a fee if they are otherwise ineligible.

The American Recovery and Reinvestment Act of 2009 (ARRA) amended the 2008 Farm Bill and the SURE Program to modify the payment formulas for 2008 crops. The ARRA also provided an additional 90 day window for 2008 crops for those producers who did not obtain a policy or plan of insurance or NAP coverage or elect to buy in by September 16, 2008 as authorized under the 2008 Farm Bill.

Trust Funds

TOBACCO TRUST FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8161-0-7-351	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year		1	1

01.99 Balance, start of year		1	1
Receipts:			
02.00 Excise Taxes for Tobacco Assessments, Tobacco Trust Fund	951	960	960
02.99 Total receipts and collections	951	960	960
04.00 Total: Balances and collections	951	961	961
Appropriations:			
05.00 Tobacco Trust Fund	-950	-960	-960
05.99 Total appropriations	-950	-960	-960
07.99 Balance, end of year	1	1	1

Program and Financing (in millions of dollars)

Identification code 12-8161-0-7-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
09.01 Tobacco buyout cost reimbursement to CCC	1,130	960	960
10.00 Total new obligations (object class 41.0)	1,130	960	960

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	180		
22.00 New budget authority (gross)	950	960	960
23.90 Total budgetary resources available for obligation	1,130	960	960
23.95 Total new obligations	-1,130	-960	-960
24.40 Unobligated balance carried forward, end of year			

New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	950	960	960

Change in obligated balances:			
73.10 Total new obligations	1,130	960	960
73.20 Total outlays (gross)	-1,130	-960	-960

Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	950	960	960
86.98 Outlays from mandatory balances	180		
87.00 Total outlays (gross)	1,130	960	960

Net budget authority and outlays:			
89.00 Budget authority	950	960	960
90.00 Outlays	1,130	960	960

NATURAL RESOURCES CONSERVATION SERVICE

Federal Funds

CONSERVATION OPERATIONS

For necessary expenses for carrying out the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), including preparation of conservation plans and establishment of measures to conserve soil and water (including farm irrigation and land drainage and such special measures for soil and water management as may be necessary to prevent floods and the siltation of reservoirs and to control agricultural related pollutants); operation of conservation plant materials centers; classification and mapping of soil; dissemination of information; acquisition of lands, water, and interests therein for use in the plant materials program by donation, exchange, or purchase at a nominal cost not to exceed \$100 pursuant to the Act of August 3, 1956 (7 U.S.C. 428a); purchase and erection or alteration or improvement of permanent and temporary buildings; and operation and maintenance of aircraft, **[\$887,629,000] \$923,729,000**, to remain available until September 30, **[2011, of which \$37,382,000 shall be for the purposes, and in the amounts, specified in the table titled "Congressionally Designated Projects" in the statement of managers to accompany this Act] 2012: Provided**, That appropriations hereunder shall be available pursuant to 7 U.S.C. 2250 for construction and improvement of buildings and public improvements at plant materials centers, except that the cost of alterations and improvements to other buildings and other public improvements shall not exceed \$250,000: **[Provided further**, That the Secretary is authorized to transfer ownership of all land, buildings, and related improvements of the Natural Resources Conserva-

tion Service facilities located in Medicine Bow, Wyoming, to the Medicine Bow Conservation District:】 *Provided further*, That when buildings or other structures are erected on non-Federal land, that the right to use such land is obtained as provided in 7 U.S.C. 2250a. (7 U.S.C. 2201–02; 16 U.S.C. 1101–5; 33 U.S.C. 7016–11; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–1000–0–1–302	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.20 NRCS Fees for Conservation Planning - legislative proposal subject to PAYGO			19
04.00 Total: Balances and collections			19
07.99 Balance, end of year			19

Program and Financing (in millions of dollars)

Identification code 12–1000–0–1–302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Technical assistance	738	801	807
00.02 Soil surveys	91	98	95
00.03 Snow survey and water forecasting	13	11	11
00.04 Plant materials centers	13	12	11
09.00 Reimbursable program	35	36	44
09.01 EPA Great Lakes - Reimbursable		8	
10.00 Total new obligations	890	966	968
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	44	51	17
22.00 New budget authority (gross)	881	932	968
22.10 Resources available from recoveries of prior year obligations	21		
23.90 Total budgetary resources available for obligation	946	983	985
23.95 Total new obligations	–890	–966	–968
23.98 Unobligated balance expiring or withdrawn	–5		
24.40 Unobligated balance carried forward, end of year	51	17	17
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	853	888	924
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	38	44	44
58.10 Change in uncollected customer payments from Federal sources (unexpired)	–10		
58.90 Spending authority from offsetting collections (total discretionary)	28	44	44
70.00 Total new budget authority (gross)	881	932	968
Change in obligated balances:			
72.40 Obligated balance, start of year	208	189	211
73.10 Total new obligations	890	966	968
73.20 Total outlays (gross)	–881	–944	–959
73.40 Adjustments in expired accounts (net)	–23		
73.45 Recoveries of prior year obligations	–21		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	10		
74.10 Change in uncollected customer payments from Federal sources (expired)	6		
74.40 Obligated balance, end of year	189	211	220
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	728	763	792
86.93 Outlays from discretionary balances	153	181	167
87.00 Total outlays (gross)	881	944	959
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	–30	–27	–35
88.00 Federal sources - EPA Great Lakes		–8	

88.40 Non-Federal sources	–11	–9	–9
88.90 Total, offsetting collections (cash)	–41	–44	–44
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	10		
88.96 Portion of offsetting collections (cash) credited to expired accounts	3		

Net budget authority and outlays:

89.00 Budget authority	853	888	924
90.00 Outlays	840	900	915

Technical assistance.—Technical assistance (including design, layout, installation, and consultation services) is provided through 2,955 conservation districts or special districts to land users and decision-makers, including individual landowners and operators, community groups, units of government, Indian Tribes, and others for the planning and installation of conservation systems on the land.

MAIN WORKLOAD FACTORS

	2009 actual	2010 est.	2011 est.
Customers receiving technical assistance for planning & application, number	143,716	140,000	140,000
Conservation systems planned, million acres	35.8	36	36
Cropland with conservation applied to improve soil quality, million acres	8.3	7.5	7.5
Grazing land with conservation applied to protect the resource base, million acres	15.3	13	13

Inventory and monitoring, resource appraisal, and program development activities are also funded through this account. Resource inventories are conducted to provide soil, water, and related resource data for evaluating land-use changes and trends; and for guidance in the development and implementation of Federal, State, and local resource conservation programs. Resource appraisal and program development provides data for periodic reports to the public and Congress as required by the Soil and Water Resources Conservation Act of 1977 as amended. The 2011 request includes \$25 million for Strategic Watershed Action (SWAT) Teams to provide significant planning, education, and program implementation assistance to high-priority degraded agricultural watersheds; \$35 million for NRCS' share of the Common Computing Environment; and \$5 million to streamline NRCS' business processes and update NRCS' information technology. The request does not include funding for 2010 earmarks. The work of the SWAT teams also supports USDA's High Priority Performance Goal to ensure that our national forests and private working lands enhance our water resources and are conserved, restored, and made more resilient to climate change. In addition, legislation will be submitted for a user fee that helps cover the cost of conservation planning services.

Soil surveys.—Soil surveys and investigations are made on the soil resources of the United States. Natural Resources Conservation Service (NRCS) provides this information on the Web Soil Survey and in printed publications for use by the public and Federal, State and local agencies for conservation planning to evaluate soil suitability for home sites, subdivisions, commercial and industrial sites, wildlife habitat and recreational areas. Scientists and policy makers use soil survey information in studying climate change and evaluating the sustainability and environmental impacts of land use and management practices. NRCS uses the information for program development, conservation planning, and design of planned practices. NRCS provides national leadership for the National Cooperative Soil Survey in conjunction with Federal, States and local agencies and other users of soil survey data.

CONSERVATION OPERATIONS—Continued

MAIN WORKLOAD FACTORS

	2009 actual	2010 est.	2011 est.
Acres mapped annually (millions)	37.9	38	40

Snow survey and water supply forecasting.—Water supply forecasts prepared from snow surveys in western states are used in making efficient seasonal use of water for irrigation, flood control, fish and wildlife management, recreation, power generation, municipal and industrial water supply administration, emergency management, and water quality management.

Operation of plant materials centers.—The selection, evaluation, and release of plant materials and field trials of new or adapted plant technology are made at 27 plant materials centers to determine suitability for erosion control, improved water quality and quantity, range and pasture management, biofuel and biomass production, air quality protection, wildlife management, and other environmental improvements, such as the effects of vegetative practices on climate change. Plant science technology is documented in fact sheets, technical notes, the Field Office Technical Guide, and transferred to the public on the Web. Work at plant materials centers is the foundation of vegetative recommendations for NRCS and many other Federal and State agencies.

Object Classification (in millions of dollars)

Identification code 12–1000–0–1–302	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	416	434	417
11.3 Other than full-time permanent	6	7	6
11.5 Other personnel compensation	10	11	10
11.9 Total personnel compensation	432	452	433
12.1 Civilian personnel benefits	128	133	128
21.0 Travel and transportation of persons	18	19	18
22.0 Transportation of things	4	4	4
23.2 Rental payments to others	24	25	24
23.3 Communications, utilities, and miscellaneous charges	9	9	9
24.0 Printing and reproduction	1	1	1
25.2 Other services	208	247	241
26.0 Supplies and materials	13	13	13
31.0 Equipment	17	18	52
32.0 Land and structures	1	1	1
99.0 Direct obligations	855	922	924
99.0 Reimbursable obligations	35	44	44
99.9 Total new obligations	890	966	968

Employment Summary

Identification code 12–1000–0–1–302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	6,402	6,573	6,208
Reimbursable:			
2001 Civilian full-time equivalent employment	190	201	201

FARM SECURITY AND RURAL INVESTMENT PROGRAMS

Program and Financing (in millions of dollars)

Identification code 12–1004–0–1–302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Wetlands Reserve program	436	613	502
00.02 Environmental Quality Incentives program	1,055	1,180	1,208
00.04 Agricultural Water Enhancement Program	72	73	74
00.05 Wildlife Habitat Incentives program	73	85	73
00.06 Farm and Ranch Lands Protection program	119	150	160
00.07 Conservation Security program	276	234	212
00.08 Grassland Reserve program	48	101	79
00.09 Conservation Stewardship Program	9	469	629

00.10 Agricultural Management Assistance program	7	7	3
00.11 Chesapeake Bay Watershed Initiative	22	44	72
00.12 Healthy Forests Reserve Program	3	16	10
09.00 Reimbursable program-CRP	56	83	124
09.01 Reimbursable program-EPA Great Lakes	22		
10.00 Total new obligations	2,176	3,077	3,146

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	7		
22.00 New budget authority (gross)	2,259	3,070	3,146
23.90 Total budgetary resources available for obligation	2,259	3,077	3,146
23.95 Total new obligations	–2,176	–3,077	–3,146
23.98 Unobligated balance expiring or withdrawn	–76		
24.40 Unobligated balance carried forward, end of year	7		

New budget authority (gross), detail:

Discretionary:			
40.35 Appropriation permanently reduced			–597
Mandatory:			
62.00 Transferred from other accounts	2,203	2,965	3,619
69.00 Offsetting collections (cash)	45	83	124
69.00 Offsetting collections (EPA Great Lakes)	22		
69.10 Change in uncollected customer payments from Federal sources (unexpired)	11		
69.90 Spending authority from offsetting collections (total mandatory)	56	105	124
70.00 Total new budget authority (gross)	2,259	3,070	3,146

Change in obligated balances:

72.40 Obligated balance, start of year	2,547	2,692	3,540
73.10 Total new obligations	2,176	3,077	3,146
73.20 Total outlays (gross)	–1,639	–2,229	–2,662
73.40 Adjustments in expired accounts (net)	–392		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	–11		
74.10 Change in uncollected customer payments from Federal sources (expired)	11		
74.40 Obligated balance, end of year	2,692	3,540	4,024

Outlays (gross), detail:

86.90 Outlays from new discretionary authority			–168
86.97 Outlays from new mandatory authority	745	1,130	1,219
86.98 Outlays from mandatory balances	894	1,099	1,611
87.00 Total outlays (gross)	1,639	2,229	2,662

Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	–55	–83	–124
88.00 Federal sources (EPA Great Lakes)		–22	
88.90 Total, offsetting collections (cash)	–55	–105	–124
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	–11		
88.96 Portion of offsetting collections (cash) credited to expired accounts	10		

Net budget authority and outlays:

89.00 Budget authority	2,203	2,965	3,022
90.00 Outlays	1,584	2,124	2,538

The Food, Conservation, and Energy Act of 2008 (P.L. 110–246), which amended Title XII of the Food Security Act of 1985, reauthorized a number of USDA's conservation programs. For conservation programs where NRCS is the lead implementation agency, funds are transferred from the Commodity Credit Corporation (CCC) to the Farm Security and Rural Investment Programs account. This account funds the cost-share, monitoring, easement, financial assistance, and technical assistance costs necessary for delivering the following programs:

Wetlands Reserve Program (WRP).—This program is authorized under Section 1237 of the Food Security Act of 1985, as amended. The authority provides for up to 3,041,200 acres to be enrolled in the program. The purpose of the WRP is to pre-

serve, protect, and restore valuable wetlands. The 2011 Budget assumes \$502 million for this program to enroll 192,982 acres in 2011, and proposes to permanently reduce the program by 57,018 acres.

Environmental Quality Incentives Program (EQIP).—This program is authorized under section 1240 of the Food Security Act of 1985, as amended. The purpose of the program is to promote agricultural production and environmental quality as compatible national goals. The 2011 Budget proposes \$1.208 billion for this program and proposes to permanently cancel funds exceeding this amount for the program in 2011.

Agricultural Water Enhancement Program (AWEP).—This program is authorized by Section 1240I of the Food Security Act of 1985, as amended. Under AWEP, NRCS enters into partnership agreements with eligible entities to promote ground and surface water conservation or improve water quality on agricultural lands. The 2011 Budget proposes \$74 million for this program. The program is a successor to the Ground and Surface Water Program, which was not reauthorized by the Food, Conservation, and Energy Act of 2008.

Conservation Stewardship Program (CSP).—This program is authorized by Section 1238D of the Food Security Act of 1985, as amended. The program encourages producers to address resource concerns in a comprehensive manner by undertaking additional conservation activities and improving, maintaining and managing existing conservation activities. The 2011 Budget proposes \$629 million for this program to enroll 12 million acres and proposes to permanently reduce the program by 769,000 acres. This program is the successor to the Conservation Security Program, which was not continued in the Food, Conservation and Energy Act of 2008 except as necessary to support contracts entered into before September 30, 2008. The 2011 Budget proposes \$212 million for the Conservation Security Program.

Farmland Protection Program (FRPP).—Authorized under Section 1238I of the Food Security Act of 1985, as amended, this program protects soil by limiting nonagricultural use of prime and unique farm and ranch land. The 2011 Budget proposes \$160 million for this program and proposes to permanently cancel funds exceeding this amount for the program in 2011.

Wildlife Habitat Incentives Program (WHIP).—This program is authorized by Section 1240N of the Food Security Act of 1985, as amended. The program develops habitat for upland wildlife, wetland wildlife, threatened and endangered species, fish, and other wildlife. The 2011 Budget proposes a level of \$73 million for this program and proposes to permanently cancel funds exceeding this amount for the program in 2011.

Grassland Reserve Program (GRP).—This program is authorized by Section 1238N of the Food Security Act of 1985, as amended. The purpose of the program is to assist landowners in restoring and protecting grassland. The 2011 budget assumes \$79 million for this program to enroll 245,830 acres in 2011 and proposes to permanently reduce the program by 183,662 acres.

Chesapeake Bay Watershed Program (CBWP).—This program is authorized by Section 1240Q of the Food Security Act of 1985, as amended. It helps agricultural producers improve water quality and quantity and restore, enhance and preserve soil, air and related resources in the Chesapeake Bay Watershed through the implementation of conservation practices. The 2011 Budget proposes \$72 million for this program.

Conservation Reserve Program (CRP) Technical Assistance.—The CRP is authorized by Sections 1231–1235A of the Food Security Act of 1985, as amended. Although CRP is administered by the Farm Service Agency, NRCS provides technical assistance to producers to implement conservation practices on

CRP land. FSA provides funds to NRCS as offsetting collections for this purpose in this account. The 2011 budget assumes \$124 million for CRP technical assistance.

In addition to the programs authorized under the Food Security Act of 1985, NRCS implements the following conservation programs:

Agricultural Management Assistance Program (AMA).—This program is authorized by Section 524(b) of the Federal Crop Insurance Act (7 U.S.C. 1524(b)), as amended. It authorizes \$15 million annually for fiscal years 2008 through 2012. This program is implemented by NRCS, the Agricultural Marketing Service, and the Risk Management Agency. The NRCS AMA activities are carried out in 16 states, as determined by the Secretary, in which participation in the Federal Crop Insurance Program is historically low. The program provides assistance to producers to mitigate financial risk by using conservation to reduce soil erosion and improve water quality. The Budget proposes limiting the overall AMA program to \$10 million in 2011, of which NRCS is limited to \$2.5 million, and proposes to permanently cancel funds exceeding this amount for the program in 2011.

Healthy Forests Reserve Program (HFRP).—This program is authorized by Section 502 of the Healthy Forests Restoration Act of 2003, as amended. The program assists landowners in restoring, enhancing and protecting forest ecosystems on private lands to promote the recovery of threatened and endangered species, improve biodiversity, and enhance carbon sequestration. The 2011 Budget proposes \$9.75 million for this program.

NRCS works to deliver conservation programs using its technical field staff and by partnering with public and private entities through the Technical Service Provider (TSP) system. NRCS can contract with TSPs to help deliver the Farm Bill programs, or agricultural producers may select TSPs to help plan and implement conservation practices on their operations.

Object Classification (in millions of dollars)

Identification code 12–1004–0–1–302	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	207	325	272
11.3 Other than full-time permanent	3	4	3
11.5 Other personnel compensation	4	9	9
11.9 Total personnel compensation	214	338	284
12.1 Civilian personnel benefits	63	102	86
21.0 Travel and transportation of persons	6	8	7
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	11	10	10
23.3 Communications, utilities, and miscellaneous charges	7	6	7
25.2 Other services	133	159	132
26.0 Supplies and materials	7	21	23
31.0 Equipment	16	14	15
32.0 Land and structures	436	582	466
41.0 Grants, subsidies, and contributions	1,226	1,731	1,991
99.0 Direct obligations	2,120	2,972	3,022
99.0 Reimbursable obligations	56	105	124
99.9 Total new obligations	2,176	3,077	3,146

Employment Summary

Identification code 12–1004–0–1–302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	3,176	4,932	4,003
Reimbursable:			
2001 Civilian full-time equivalent employment	540	773	1,123

WATERSHED AND FLOOD PREVENTION OPERATIONS

【For necessary expenses to carry out preventive measures, including but not limited to research, engineering operations, methods of cultivation, the growing of vegetation, rehabilitation of existing works and changes in use of land, in accordance with the Watershed Protection and Flood Prevention Act (16 U.S.C. 1001–1005 and 1007–1009), the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), and in accordance with the provisions of laws relating to the activities of the Department, \$30,000,000, to remain available until expended, of which \$22,111,000 shall be for the purposes, and in the amounts, specified in the table titled "Congressionally Designated Projects" in the statement of managers to accompany this Act: *Provided*, That not to exceed \$12,000,000 of this appropriation shall be available for technical assistance.】 (7 U.S.C. 2209b, 2225; 16 U.S.C. 1001–1005, 1007–1009; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010*.)

Program and Financing (in millions of dollars)

Identification code 12–1072–0–1–301	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Watershed operations (P.L. 534)	3	14	.....
00.03 Emergency watershed protection operations	243	332	.....
00.04 Small watershed operations (P.L. 566)	19	40	.....
00.05 Appropriation, Recovery Act	120	170	.....
09.00 Reimbursable program	6	26	.....
09.01 EPA Great Lakes - Reimbursable .....	.....	4	.....
10.00 Total new obligations	391	586	.....
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	564	583	56
22.00 New budget authority (gross)	356	58	.....
22.10 Resources available from recoveries of prior year obligations	54	1	1
23.90 Total budgetary resources available for obligation	974	642	57
23.95 Total new obligations	–391	–586	.....
24.40 Unobligated balance carried forward, end of year	583	56	57
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	314	30	.....
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	14	28	.....
58.10 Change in uncollected customer payments from Federal sources (unexpired)	28	.....	.....
58.90 Spending authority from offsetting collections (total discretionary)	42	28	.....
70.00 Total new budget authority (gross)	356	58	.....
Change in obligated balances:			
72.40 Obligated balance, start of year	194	266	424
73.10 Total new obligations	391	586	.....
73.20 Total outlays (gross)	–237	–427	–204
73.45 Recoveries of prior year obligations	–54	–1	–1
74.00 Change in uncollected customer payments from Federal sources (unexpired)	–28	.....	.....
74.40 Obligated balance, end of year	266	424	219
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	14	42	.....
86.93 Outlays from discretionary balances	223	385	204
87.00 Total outlays (gross)	237	427	204
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	–11	–28	.....
88.40 Non-Federal sources	–3	.....	.....
88.90 Total, offsetting collections (cash)	–14	–28	.....
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	–28	.....	.....
Net budget authority and outlays:			
89.00 Budget authority	314	30	.....

90.00 Outlays 223 399 204

NRCS watershed programs provide for cooperative actions between the Federal Government and States and their political subdivisions to reduce damage from floodwater, sediment, and erosion; for the conservation, development, utilization, and disposal of water; and for the conservation and proper utilization of land. Funds in Watershed and Flood Prevention Operations can be used for either flood prevention projects or flood damage rehabilitation efforts, depending upon the needs and opportunities. To improve the environmental and economic benefits of these projects, NRCS focuses on developing and funding non-structural flood prevention measures. However, Congress has earmarked virtually all of this program in recent years, preventing NRCS from prioritizing projects on merit-based criteria. Consequently the 2011 Budget does not request funding for the watershed operations programs and instead redirects their resources to other priority programs within the agency.

Emergency watershed protection.—NRCS undertakes such emergency measures for runoff retardation and soil erosion prevention as may be needed to safeguard life and property from floods and the products of erosion on any watershed whenever natural elements or forces cause a sudden impairment of that watershed. An emergency is considered to exist when a watershed is suddenly impaired by flood, fire, wind, earthquake, drought or other natural causes and consequently life and property are endangered by floodwater, erosion, or sediment discharge. The emergency area need not be declared a national disaster area to be eligible for emergency watershed protection. Emergency watershed protection is applicable to small scale, localized disasters as well as large scale disasters. State agencies including environmental, natural resource, and fish and game agencies participate in planning and coordinating emergency work. Funding for the emergency watershed protection program is typically provided through emergency supplemental appropriations.

Watershed operations authorized by Public Law 78–534.—NRCS cooperates with soil conservation districts and other local organizations in planning and installing flood prevention improvements in 11 watersheds authorized by the Flood Control Act of 1944. The Federal Government shares the cost of improvements for flood prevention, agricultural water management, recreation, and fish and wildlife development.

Small watershed operations authorized by Public Law 83–566.—NRCS provides technical and financial assistance to local organizations to install measures for watershed protection, flood prevention, agricultural water management, recreation, and fish and wildlife enhancement. At least 70 percent of the funding provided is used for financial assistance.

Loans through the Agricultural Credit Insurance Fund have been made in previous years to the local sponsors in order to fund the local cost of Public Law 83–566 or 78–534 projects. No funding for these loans is assumed in 2011.

MAIN WORKLOAD FACTORS

	2009 actual	2010 est.	2011 est.
Status of operational projects:			
Projects receiving land treatment	94	83	.....
Structural projects	143	125	.....
Land treatment and structural	60	52	.....
Subtotal active projects	297	260	.....
Projects continuing post-installation assistance	1063	1084	.....
Inactive projects	190	200	.....
Project life completed	42	50	.....
Deauthorized projects	158	158	.....
Total operational projects	1750	1752	.....

New projects approved during year	6	2	
---	---	---	--

Object Classification (in millions of dollars)

Identification code 12-1072-0-1-301	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	24	56	
11.5 Other personnel compensation	3	5	
11.9 Total personnel compensation	27	61	
12.1 Civilian personnel benefits	7	17	
21.0 Travel and transportation of persons	1	2	
23.2 Rental payments to others	1	1	
25.2 Other services	53	25	
25.2 Other services	34	142	
26.0 Supplies and materials	1	1	
31.0 Equipment	2	2	
32.0 Land and structures	95	28	
41.0 Grants, subsidies, and contributions	164	277	
99.0 Direct obligations	385	556	
99.0 Reimbursable obligations	6	30	
99.9 Total new obligations	391	586	

Employment Summary

Identification code 12-1072-0-1-301	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	368	1,080	
Reimbursable:			
2001 Civilian full-time equivalent employment	26	33	

WATERSHED REHABILITATION PROGRAM

For necessary expenses to carry out rehabilitation of structural measures, in accordance with section 14 of the Watershed Protection and Flood Prevention Act (16 U.S.C. 1012), and in accordance with the provisions of laws relating to the activities of the Department, **[\$40,161,000]** \$40,497,000, to remain available until expended. (16 U.S.C. 1001 et seq.; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12-1002-0-1-301	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Watershed rehabilitation program	36	50	40
00.02 Appropriation, Recovery Act	18	32	
09.00 Reimbursable program	1		
10.00 Total new obligations	55	82	40
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	5	43	1
21.45 Adjustments to unobligated balance carried forward, start of year	-1		
22.00 New budget authority (gross)	91	40	40
22.10 Resources available from recoveries of prior year obligations	3		
23.90 Total budgetary resources available for obligation	98	83	41
23.95 Total new obligations	-55	-82	-40
24.40 Unobligated balance carried forward, end of year	43	1	1

New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation	90	40	40
40.35 Appropriation permanently reduced			-165
43.00 Appropriation (total discretionary)	90	40	-125
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	1		
Mandatory:			
62.00 Transferred from other accounts			165

70.00 Total new budget authority (gross)	91	40	40
--	----	----	----

Change in obligated balances:

72.40 Obligated balance, start of year	44	71	105
72.45 Adjustment to obligated balance, start of year	1		
73.10 Total new obligations	55	82	40
73.20 Total outlays (gross)	-26	-48	-80
73.45 Recoveries of prior year obligations	-3		
74.40 Obligated balance, end of year	71	105	65

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	12	16	-37
86.93 Outlays from discretionary balances	14	32	51
86.97 Outlays from new mandatory authority			66
87.00 Total outlays (gross)	26	48	80

Offsets:

Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-1		

Net budget authority and outlays:

89.00 Budget authority	90	40	40
90.00 Outlays	25	48	80

Under the authorities of section 14 of the Watershed Protection and Flood Prevention Act, assistance is provided to communities to address concerns about local aging dams. The 2011 Budget request of \$40 million in discretionary funding will support rehabilitation of the highest priority dam projects that have reached the end of their design life. NRCS provides technical and financial assistance for the planning, design, and implementation of rehabilitation projects that may include upgrading or removing the dams.

As part of the President's commitment to fiscal responsibility, the 2011 budget proposes no mandatory funding for this program in 2011; \$165 million currently available would be permanently cancelled (see proposed general provisions for the Department of Agriculture).

Object Classification (in millions of dollars)

Identification code 12-1002-0-1-301	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	10	2
12.1 Civilian personnel benefits	2	3	1
25.2 Other services	43	65	35
41.0 Grants, subsidies, and contributions	3	4	2
99.0 Direct obligations	54	82	40
99.0 Reimbursable obligations	1		
99.9 Total new obligations	55	82	40

Employment Summary

Identification code 12-1002-0-1-301	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	72	99	29

RESOURCE CONSERVATION AND DEVELOPMENT

For necessary expenses in planning and carrying out projects for resource conservation and development and for sound land use pursuant to the provisions of sections 31 and 32 of the Bankhead-Jones Farm Tenant Act (7 U.S.C. 1010-1011; 76 Stat. 607); the Act of April 27, 1935 (16 U.S.C. 590a-f); and subtitle H of title XV of the Agriculture and Food Act of 1981 (16 U.S.C. 3451-3461), \$50,730,000: *Provided*, That not to exceed \$3,073,000 shall be available for national headquarters activities. (7 U.S.C. 2225; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

RESOURCE CONSERVATION AND DEVELOPMENT—Continued
Program and Financing (in millions of dollars)

Identification code 12-1010-0-1-302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Technical assistance	51	54	.....
10.00 Total new obligations	51	54	.....
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	3	.....
22.00 New budget authority (gross)	51	51	.....
22.10 Resources available from recoveries of prior year obligations	1	.....	.....
23.90 Total budgetary resources available for obligation	54	54	.....
23.95 Total new obligations	-51	-54	.....
24.40 Unobligated balance carried forward, end of year	3	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	51	51	.....
Change in obligated balances:			
72.40 Obligated balance, start of year	8	7	7
73.10 Total new obligations	51	54	.....
73.20 Total outlays (gross)	-51	-54	-4
73.45 Recoveries of prior year obligations	-1	.....	.....
74.40 Obligated balance, end of year	7	7	3
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	45	46	.....
86.93 Outlays from discretionary balances	6	8	4
87.00 Total outlays (gross)	51	54	4
Net budget authority and outlays:			
89.00 Budget authority	51	51	.....
90.00 Outlays	51	54	4

The Resource Conservation and Development (RC&D) Program was developed under the Soil Conservation and Domestic Allotment Act (16 U.S.C 590a–590f); the Bankhead-Jones Farm Tenant Act (16 U.S.C. 1010 and 1011); and the Food and Agricultural Act of 1962 (P.L. 87–703). It is authorized under subtitle H, title XV of the Agricultural and Food Act of 1981 (16 U.S.C. 3451–3461), as amended. The program was permanently authorized by the Farm Security and Rural Investment Act of 2002 and further amended by the Food, Conservation, and Energy Act of 2008 (P.L. 110–246). The Natural Resources Conservation Service (NRCS) administers the program. In 1981, sections 1528–1538 of the Agriculture and Food Act authorized a program to encourage and improve the capability of State and local units of government and local nonprofit organizations in rural areas to plan, develop, and implement programs for resource conservation and development. Through the program, RC&D areas establish or improve coordination systems in rural communities and build rural community leadership skills to use Federal, State and local programs for the communities' benefit. The program also assists local communities to develop strategic plans addressing locally identified natural resource and economic development concerns.

NRCS provides program administration and assistance to RC&D areas by funding coordinators for 375 volunteer non-profit RC&D Councils across the country. Other USDA agencies with conservation or development activities provide input for program policy and guidance and are members of the USDA RC&D Policy Advisory Board and Working Group. In addition, these agencies provide limited technical and financial assistance to RC&D Councils. Councils also obtain the assistance from other local, State, and Federal agencies, private organizations, and foundations to carry out their specific projects.

The 2011 Budget does not request funding for the RC&D program. After decades of Federal assistance, these councils have developed sufficiently strong State and local ties that the Administration believes it is no longer necessary to fund Federal council coordinators, as the councils are now able to secure funding for their continued operation without Federal assistance.

The following tabulation shows the status of RC&D areas authorized to receive technical and financial assistance.

MAIN WORKLOAD FACTORS

	2009 actual	2010 est.	2011 est.
Areas funded at beginning of year	375	375	.....
Areas funded at end of year	375	375	.....
Project plans adopted	3,848	4,000	.....
Projects completed	4,178	4,200	.....

Object Classification (in millions of dollars)

Identification code 12-1010-0-1-302	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	30	30	.....
11.3 Other than full-time permanent	1	2	.....
11.9 Total personnel compensation	31	32	.....
12.1 Civilian personnel benefits	8	8	.....
21.0 Travel and transportation of persons	1	1	.....
23.2 Rental payments to others	2	2	.....
23.3 Communications, utilities, and miscellaneous charges	1	1	.....
25.2 Other services	6	8	.....
26.0 Supplies and materials	1	1	.....
31.0 Equipment	1	1	.....
99.9 Total new obligations	51	54	.....

Employment Summary

Identification code 12-1010-0-1-302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	412	412	.....

HEALTHY FORESTS RESERVE PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-1090-0-1-302	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Change in obligated balances:			
72.40 Obligated balance, start of year	3	.....	.....
73.20 Total outlays (gross)	-2	.....	.....
73.40 Adjustments in expired accounts (net)	-1	.....	.....
74.40 Obligated balance, end of year .....	.....	.....	.....
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	2	.....	.....
Net budget authority and outlays:			
89.00 Budget authority .....	.....	.....	.....
90.00 Outlays	2	.....	.....

Title V of the Healthy Forests Restoration Act of 2003 (Public Law 108–148) authorized the establishment of the Healthy Forests Reserve Program (HFRP). This program assists landowners in restoring, enhancing and protecting forest ecosystems to 1) promote the recovery of threatened and endangered species; 2) improve biodiversity; and 3) enhance carbon sequestration.

NRCS implements this voluntary program. At the state level, the NRCS State Conservationist determines how best to deliver

HFRP and implement national policies in an efficient manner based on the national priorities identified in each sign-up announcement. Only privately held land is eligible for enrollment into HFRP. Land enrolled in the HFRP must have a restoration plan that includes practices necessary to restore and enhance habitat for species listed as threatened or endangered or candidates for the threatened or endangered species list. Technical assistance will be provided by USDA to assist owners in complying with the terms of restoration plans under the HFRP.

The 2011 Budget does not request discretionary funding for the Healthy Forests Reserve Program as the Food, Conservation and Energy Act of 2008 (P.L. 110–246) authorized new mandatory funding for the Healthy Forests Reserve Program of \$9.75 million annually from 2009–2012. This funding is included in the 2011 Budget in the Farm Security and Rural Investment Programs account.

GREAT PLAINS CONSERVATION PROGRAM

Program and Financing (in millions of dollars)

Identification code 12–2268–0–1–302	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

The 1996 Farm Bill combined the authority for this and several other conservation programs into the Environmental Quality Incentives Program. The program provided cost-share assistance to participating landowners and operators in ten Great Plains states to develop and install long-term conservation plans and practices on their lands.

FORESTRY INCENTIVES PROGRAM

Program and Financing (in millions of dollars)

Identification code 12–3336–0–1–302	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	6	6	6
24.40 Unobligated balance carried forward, end of year	6	6	6
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

No funds are proposed for the Forestry Incentives Program (FIP). The FIP has not been reauthorized. Prior-year account balances are maintained in this account until expended. FIP shared up to 65 percent of the cost of tree planting and timber stand improvement in designated counties. Technical assistance was provided by the Forest Service.

WATER BANK PROGRAM

Program and Financing (in millions of dollars)

Identification code 12–3320–0–1–302	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1

24.40	Unobligated balance carried forward, end of year	1	1	1
Net budget authority and outlays:				
89.00	Budget authority			
90.00	Outlays			

The objectives of the Water Bank Program are to conserve water; to preserve, maintain, and improve the Nation's wetlands; to increase waterfowl habitat in migratory waterfowl nesting, breeding, and feeding areas in the United States; and to secure recreational and environmental benefits for the Nation. The program was authorized by the Water Bank Act of 1970, as amended by Public Law 96–182, approved January 2, 1980. Funding for the expiring 1985 Water Bank agreements was transferred from the 1995 Wetlands Reserve Program appropriation to this account as authorized under the Water Bank Extension Act of 1994. The 2011 Budget does not request program funding.

COLORADO RIVER BASIN SALINITY CONTROL PROGRAM

The Colorado River Basin Salinity Control Program (CRBSC) was authorized under section 202(c) of Title II of the Colorado River Basin Salinity Control Act, as amended by section 334, subtitle D, Title III of the Federal Agriculture Improvement Act (FAIR Act) of 1996. The FAIR Act combined the authorities of the Agricultural Conservation Program, Water Quality Incentive Program, Great Plains Conservation Program, and the Colorado River Basin Salinity Control Program into the Environmental Quality Incentives Program (EQIP). The FAIR Act also repealed CRBSC authority, while maintaining program account balances until expended.

Since 1996, EQIP has provided cost-share assistance to landowners and others in Colorado, Utah, and Wyoming to enhance the supply and quality of water in the Colorado River for delivery to downstream users in the U.S. and Mexico.

WETLANDS RESERVE PROGRAM

Program and Financing (in millions of dollars)

Identification code 12–1080–0–1–302	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	3	3
24.40 Unobligated balance carried forward, end of year	3	3	3
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

Section 1237 of the Food Security Act of 1985, as amended, authorizes the Wetlands Reserve Program (WRP) as a voluntary approach to preserving, protecting, and restoring valuable wetlands. The Natural Resources Conservation Service (NRCS) provides program administration for WRP. Funding for WRP is now provided through NRCS' Farm Security and Rural Investment Account. Information displayed in this section represents unobligated balances from the non-Commodity Credit Corporation account in which WRP was funded prior to the 1996 Farm Bill.

WILDLIFE HABITAT INCENTIVES PROGRAM

Program and Financing (in millions of dollars)

Identification code 12–3322–0–1–302	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	10	10	10
24.40 Unobligated balance carried forward, end of year	10	10	10
Change in obligated balances:			
72.40 Obligated balance, start of year	1	1	1
74.40 Obligated balance, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

Section 1240N of the Food Security Act of 1985, as amended, authorizes the Wildlife Habitat Incentives Program (WHIP) as a voluntary approach to improving wildlife habitat in our nation. The Natural Resources Conservation Service (NRCS) provides program administration for WHIP. Funding for WHIP is now provided in the Farm Security and Rural Investment Programs Account. Information displayed in this section represents unobligated balances remaining from the 1996 Farm Bill only.

Trust Funds

MISCELLANEOUS CONTRIBUTED FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–8210–0–7–302	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year			1
01.99 Balance, start of year			1
Receipts:			
02.20 Miscellaneous Contributed Funds		1	1
02.99 Total receipts and collections		1	1
04.00 Total: Balances and collections		1	2
07.99 Balance, end of year		1	2

Program and Financing (in millions of dollars)

Identification code 12–8210–0–7–302	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	2	2
24.40 Unobligated balance carried forward, end of year	2	2	2
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

Funds received in this account from State, local, and other organizations are available for work under cooperative agreements for soil survey, watershed protection, and resource conservation and development activities.

Employment Summary

Identification code 12–8210–0–7–302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment		1	1

RURAL DEVELOPMENT

Federal Funds

RURAL DEVELOPMENT SALARIES AND EXPENSES

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses for carrying out the administration and implementation of programs in the Rural Development mission area, including activities with institutions concerning the development and operation of agricultural cooperatives; and for cooperative agreements; **[\$201,987,000] \$232,257,000: Provided,** That notwithstanding any other provision of law, funds appropriated under this section may be used for advertising and promotional activities that support the Rural Development mission area: *Provided further,* That not more than \$10,000 may be expended to provide modest nonmonetary awards to non-USDA employees: *Provided further,* That any balances available from prior years for the Rural Utilities Service, Rural Housing Service, and the Rural Business-Cooperative Service salaries and expenses accounts shall be transferred to and merged with this appropriation. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–0403–0–1–452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Salaries and expenses	192	302	232
09.01 Reimbursable program	546	514	498
10.00 Total new obligations	738	816	730
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	100	
22.00 New budget authority (gross)	847	716	730
23.90 Total budgetary resources available for obligation	850	816	730
23.95 Total new obligations	–738	–816	–730
23.98 Unobligated balance expiring or withdrawn	–12		
24.40 Unobligated balance carried forward, end of year	100		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	192	202	232
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	654	514	498
58.10 Change in uncollected customer payments from Federal sources (unexpired)	1		
58.90 Spending authority from offsetting collections (total discretionary)	655	514	498
70.00 Total new budget authority (gross)	847	716	730
Change in obligated balances:			
72.40 Obligated balance, start of year	114	152	157
73.10 Total new obligations	738	816	730
73.20 Total outlays (gross)	–692	–811	–736
73.40 Adjustments in expired accounts (net)	–7		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	–1		
74.40 Obligated balance, end of year	152	157	151
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	609	609	620
86.93 Outlays from discretionary balances	83	202	116
87.00 Total outlays (gross)	692	811	736
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	–654	–514	–498
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	–1		
Net budget authority and outlays:			
89.00 Budget authority	192	202	232
90.00 Outlays	38	297	238

The Rural Development Salaries and Expenses account is a consolidated account to administer all Rural Development programs, including programs administered by the Rural Utilities Service (RUS), the Rural Housing Service (RHS), and the Rural Business-Cooperative Service (RBS).

RUS provides grants, direct loans and loan guarantees to suppliers of electric, telecommunications (for general purpose and for distance learning/telemedicine), and water and wastewater services in rural areas. Through the water and wastewater program, RUS also provides technical assistance. Most of the programs are administered in Washington, DC. The Rural Development field office staff performs the services related to the water and wastewater grant and loan programs. For the electric and telecommunication loans, general field representatives visit borrowers periodically and maintain liaisons between the borrowers and headquarters.

RHS delivers rural housing and community facility programs through a system of State, area, and local offices.

RBS delivers direct loans, loan guarantees and grant programs, as well as technical assistance, to cooperatives and rural businesses.

USDA proposes to establish a Regional Innovation Initiative to focus on the planning and coordination of USDA and other sources of assistance for rural communities. The initiative recognizes that individual communities are often affected by linkages to the other communities within regions and that working together can produce more prosperity for all. The 2011 budget supports robust regional strategies. Several programs across the department will also contribute to this initiative.

Object Classification (in millions of dollars)

Identification code 12-0403-0-1-452	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	104	154	129
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	106	156	131
12.1 Civilian personnel benefits	28	41	35
21.0 Travel and transportation of persons	4	8	5
23.2 Rental payments to others		2	6
23.3 Communications, utilities, and miscellaneous charges	7	11	3
24.0 Printing and reproduction		1	
25.1 Advisory and assistance services	21	34	18
25.2 Other services	2	3	2
25.4 Operation and maintenance of facilities		11	1
25.5 Research and development contracts	19	28	23
25.7 Operation and maintenance of equipment	1	1	1
26.0 Supplies and materials	2	3	2
31.0 Equipment	2	3	5
99.0 Direct obligations	192	302	232
99.0 Reimbursable obligations	546	514	498
99.9 Total new obligations	738	816	730

Employment Summary

Identification code 12-0403-0-1-452	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	1,477	1,534	1,534
Reimbursable:			
2001 Civilian full-time equivalent employment	4,396	4,566	4,566

RURAL DEVELOPMENT DISASTER ASSISTANCE FUND

Program and Financing (in millions of dollars)

Identification code 12-0405-0-1-453	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	188		
22.21 Unobligated balance transferred to other accounts	-188		
23.90 Total budgetary resources available for obligation			
24.40 Unobligated balance carried forward, end of year			
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

The Consolidated Security, Disaster Assistance, and Continuing Appropriations Act, 2009, newly created the Disaster Assistance Fund and provided \$188 million in funds for Rural Development programs to address specific disasters. \$150 million of the funds were for the areas affected by hurricanes, floods, and other natural disasters occurring during calendar year 2008. The additional \$38 million in funds was for single and multi-family housing activities in areas affected by Hurricanes Katrina and Rita. Funding was provided generally to various Rural Development programs and has been appropriately transferred to relevant programs in the Rural Utilities Service, the Rural Housing Service, and the Rural Business and Cooperative Service.

RURAL COMMUNITY ADVANCEMENT PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-0400-0-1-452	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

Until 2008, this account was used to consolidate under the Rural Community Advancement Program (RCAP) funding for the direct and guaranteed water and waste disposal loans, water and waste disposal grants, emergency community water assistance grants, solid waste management grants, direct and guaranteed community facility loans, community facility grants, direct and guaranteed business and industry loans, rural business enterprise grants, and rural business opportunity grants. This was in accordance with the provisions set forth in the Federal Agriculture Improvement and Reform Act of 1996, as amended, Public Law 104-127 (the 1996 Act).

RCAP was composed of the following three funding streams: Rural Community Facilities, Rural Utilities, and Rural Business.

To continue what was proposed and passed in 2008, the 2011 Budget proposes no funding in the RCAP account and instead, each funding stream is being appropriated separately in a new account. The Water and Wastewater funding stream, which makes up the Rural Utilities stream, is in the Rural Utilities Service, the Rural Community Facilities funding stream is in the Rural Housing Service, and the Rural Business stream is in the Rural Business Service. Specific descriptions of each program funded in the streams appear with the new accounts.

RURAL HOUSING SERVICE**Federal Funds****RURAL HOUSING ASSISTANCE GRANTS**

(INCLUDING TRANSFER OF FUNDS)

For grants and contracts for very low-income housing repair, supervisory and technical assistance, compensation for construction defects, and rural housing preservation made by the Rural Housing Service, as authorized by 42 U.S.C. 1474, 1479(c), 1490e, and 1490m, **[\$45,500,000]** **\$40,400,000**, to remain available until expended, of which \$4,000,000 shall be for grants authorized by section 14204 of the Food, Conservation, and Energy Act of 2008: *Provided*, That of the total amount appropriated under this heading, the amount equal to the amount of Rural Housing Assistance Grants allocated by the Secretary for Rural Economic Area Partnership Zones for the fiscal year **[2009]** **2010**, shall be available through June 30, **[2010]** **2011**, for communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones: *Provided further*, That any balances to carry out a housing demonstration program to provide revolving loans for the preservation of low-income multi-family housing projects as authorized in Public Law 108-447 and Public Law 109-97 shall be transferred to and merged with the "Rural Housing Service, Multi-family Housing Revitalization Program Account". (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1953-0-1-604	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.12 Very Low-Income Housing Repair Grants	32	32	31
00.13 Very Low-Income Housing Repair Natural Disaster Grants	4	16	.....
00.14 Farm Labor Natural Disaster grants .....	.....	7	.....
00.15 Processing Workers Housing Grants .....	.....	3	.....
00.16 Rural Housing Preservation Grants	11	10	9
00.18 Compensation for Construction Defects .....	.....	1	.....
00.19 Sec 14204 Grants .....	.....	4	.....
10.00 Total new obligations (object class 41.0)	47	73	40
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	13	27	.....
21.45 Adjustments to unobligated balance carried forward, start of year	-2	.....	.....
22.00 New budget authority (gross)	42	46	40
22.10 Resources available from recoveries of prior year obligations	1	.....	.....
22.22 Unobligated balance transferred from other accounts	20	.....	.....
23.90 Total budgetary resources available for obligation	74	73	40
23.95 Total new obligations	-47	-73	-40
24.40 Unobligated balance carried forward, end of year	27	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	42	46	40
Change in obligated balances:			
72.40 Obligated balance, start of year	38	31	40
73.10 Total new obligations	47	73	40
73.20 Total outlays (gross)	-53	-64	-46
73.45 Recoveries of prior year obligations	-1	.....	.....
74.40 Obligated balance, end of year	31	40	34
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	29	31	28
86.93 Outlays from discretionary balances	24	33	18
87.00 Total outlays (gross)	53	64	46
Net budget authority and outlays:			
89.00 Budget authority	42	46	40
90.00 Outlays	53	64	46

The very low-income housing repair grant program is authorized under section 504 of the Housing Act of 1949, as amended. This grant program enables very low-income elderly residents in rural areas to improve or modernize their dwellings, to make the

dwelling safer or more sanitary, or to remove health and safety hazards. The Budget provides \$31 million for this program in 2011.

The rural housing preservation grant program is authorized under section 533 of the Housing Act of 1949, as amended. Grants are made to eligible nonprofit groups, Indian tribes, or government agencies for rehabilitation of single family housing owned by low- and very low-income families and the rehabilitation of rental and cooperative housing for low- and very low-income families. \$9.4 million is provided for this program in 2011.

For other housing assistance grants authorized for funding in this account such as supervisory and technical assistance grants as authorized by section 509(f) and 525 of the Housing Act of 1949, as amended, no funding is provided in the 2011 Budget. However, the appropriations language allows for funding between all of the authorized grant programs within this account to be flexible. Therefore, funds from housing repair grants and/or housing preservation grants could be redirected to fund these programs if necessary.

FARM LABOR PROGRAM ACCOUNT

For the cost of direct loans, grants, and contracts, as authorized by 42 U.S.C. 1484 and 1486, **[\$19,746,000]** **\$20,346,000**, to remain available until expended, for direct farm labor housing loans and domestic farm labor housing grants and contracts. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1954-0-1-604	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan subsidy	15	10	10
00.05 Reestimates of direct loan subsidy .....	.....	2	.....
00.06 Interest on reestimates of direct loan subsidy .....	.....	1	.....
00.11 Farm labor housing grants	17	10	10
10.00 Total new obligations (object class 41.0)	32	23	20
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	11	.....	.....
22.00 New budget authority (gross)	18	23	20
22.10 Resources available from recoveries of prior year obligations	3	.....	.....
23.90 Total budgetary resources available for obligation	32	23	20
23.95 Total new obligations	-32	-23	-20
24.40 Unobligated balance carried forward, end of year .....	.....	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	18	20	20
Mandatory:			
60.00 Appropriation .....	.....	3	.....
70.00 Total new budget authority (gross)	18	23	20
Change in obligated balances:			
72.40 Obligated balance, start of year	131	138	113
73.10 Total new obligations	32	23	20
73.20 Total outlays (gross)	-22	-48	-50
73.45 Recoveries of prior year obligations	-3	.....	.....
74.40 Obligated balance, end of year	138	113	83
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	1	1	1
86.93 Outlays from discretionary balances	21	44	49
86.97 Outlays from new mandatory authority .....	.....	3	.....
87.00 Total outlays (gross)	22	48	50
Net budget authority and outlays:			
89.00 Budget authority	18	23	20

90.00	Outlays	22	48	50
-------	---------------	----	----	----

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-1954-0-1-604		2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:				
115001	Section 514 Farm Labor Housing	35	27	27
115999	Total direct loan levels	35	27	27
Direct loan subsidy (in percent):				
132001	Section 514 Farm Labor Housing	42.14	36.14	38.38
132999	Weighted average subsidy rate	42.14	36.14	38.38
Direct loan subsidy budget authority:				
133001	Section 514 Farm Labor Housing	15	10	10
133999	Total subsidy budget authority	15	10	10
Direct loan subsidy outlays:				
134001	Section 514 Farm Labor Housing	10	1	1
134999	Total subsidy outlays	10	1	1
Direct loan upward reestimates:				
135001	Section 514 Farm Labor Housing		3	
135999	Total upward reestimate budget authority		3	
Direct loan downward reestimates:				
137001	Section 514 Farm Labor Housing	-12		
137999	Total downward reestimate budget authority	-12		

The direct farm labor loan program is authorized under section 514 and the rural housing for domestic farm labor grant program is authorized under section 516 of the Housing Act of 1949, as amended. The loans, grants, and contracts are made to public and private nonprofit organizations for low-rent housing and related facilities for domestic farm labor. Grants assistance may not exceed 90 percent of the cost of a project. Loans and grants may be used for construction of new structures, site acquisition and development, rehabilitation of existing structures, and purchase of furnishings and equipment for dwellings, dining halls, community rooms, and infirmaries. The Budget proposes \$20 million in 2011.

RENTAL ASSISTANCE PROGRAM

For rental assistance agreements entered into or renewed pursuant to the authority under section 521(a)(2) or agreements entered into in lieu of debt forgiveness or payments for eligible households as authorized by section 502(c)(5)(D) of the Housing Act of 1949, **[\$980,000,000]** **\$965,635,000**; and, in addition, such sums as may be necessary, as authorized by section 521(c) of the Act, to liquidate debt incurred prior to fiscal year 1992 to carry out the rental assistance program under section 521(a)(2) of the Act: *Provided*, That **of this amount, up to \$5,958,000** shall be available for debt forgiveness or payments for eligible households as authorized by section 502(c)(5)(D) of the Act, and not to exceed \$50,000 per project for advances to nonprofit organizations or public agencies to cover direct costs (other than purchase price) incurred in purchasing projects pursuant to section 502(c)(5)(C) of the Act: *Provided further*, That **of this amount not less than [\$2,030,000]** **3,000,000** is available for newly constructed units financed by section 515 of the Housing Act of 1949, and not less than **[\$3,400,000]** **\$3,000,000** is for newly constructed units financed under sections 514 and 516 of the Housing Act of 1949: *Provided further*, That rental assistance agreements entered into or renewed during the current fiscal year shall be funded for a one-year period: *Provided further*, That any unexpended balances remaining at the end of such one-year agreements may be transferred and used for the purposes of any debt reduction; maintenance, repair, or rehabilitation of any existing projects; preservation; and rental assistance activities authorized under title V of the Act: *Provided further*, That rental assistance provided under agreements entered into prior to fiscal year **[2010]** **2011** for a farm labor multi-family housing project financed under section 514 or 516 of the Act may not be recaptured for use in another project until such assistance has remained unused for a period of 12 consecutive months, if such project has a waiting list of tenants seeking such assistance or the project has rental assistance eligible tenants who are not receiving

such assistance: *Provided further*, That such recaptured rental assistance shall, to the extent practicable, be applied to another farm labor multi-family housing project financed under section 514 or 516 of the Act. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-0137-0-1-604		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Rental assistance program	902	980	966
10.00	Total new obligations (object class 41.0)	902	980	966
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	902	980	966
23.95	Total new obligations	-902	-980	-966
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	902	980	966
40.00	Appropriation	42	40	34
40.53	Portion substituted for borrowing authority	-42	-40	-34
43.00	Appropriation (total discretionary)	902	980	966
Change in obligated balances:				
72.40	Unpaid obligations, appropriation, start of year	1,434	1,362	1,177
73.10	Total new obligations	902	980	966
73.20	Total outlays (gross)	-974	-1,165	-1,045
74.40	Obligated balance, appropriation, end of year	1,362	1,177	1,098
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	123	245	242
86.93	Outlays from discretionary balances	851	920	803
87.00	Total outlays (gross)	974	1,165	1,045
Net budget authority and outlays:				
89.00	Budget authority	902	980	966
90.00	Outlays	974	1,165	1,045

The rental assistance program is authorized under section 521(a)(2) of the Housing Act of 1949, as amended, and is designed to reduce rent expenses for very low-income and low-income families living in RHS-financed rural rental and farm labor housing projects. Funding under this account is provided for renewals of existing rental assistance contracts and assistance for newly constructed units financed by the section 515 loan program and the 514/516 farm labor housing loan and grant programs. At USDA's discretion, some funds may also be used for additional servicing assistance for existing projects. For 2011, the request for rental assistance grants is for one year contracts with one-year availability, with a total funding level of \$966 million.

From 1978 through 1991, the rental assistance program was funded under the Rural Housing Insurance Fund (RHIF). Beginning in 1992, pursuant to Credit Reform, a separate grant account was established for this program. Prior year obligations are funded with "such sums" amounts to cover those pre-credit reform contracts in RHIF.

MULTI-FAMILY HOUSING REVITALIZATION PROGRAM ACCOUNT

For the rural housing voucher program as authorized under section 542 of the Housing Act of 1949, but notwithstanding subsection (b) of such section, **for the cost to conduct a housing demonstration program to provide revolving loans for the preservation of low-income multi-family housing projects, and for additional costs to conduct a demonstration program for the preservation and revitalization of multi-family rental housing properties described in this paragraph, \$43,191,000]** **\$18,000,000**, to remain available until expended¹: *Provided*, That of the funds made available under this heading, **\$16,400,000]**, *which* shall be available for

MULTI-FAMILY HOUSING REVITALIZATION PROGRAM ACCOUNT—Continued

rural housing vouchers to any low-income household (including those not receiving rental assistance) residing in a property financed with a section 515 loan which has been prepaid after September 30, 2005: *Provided [further]*, That the amount of such voucher shall be the difference between comparable market rent for the section 515 unit and the tenant paid rent for such unit: *Provided further*, That funds made available for such vouchers shall be subject to the availability of annual appropriations: *Provided further*, That the Secretary shall, to the maximum extent practicable, administer such vouchers with current regulations and administrative guidance applicable to section 8 housing vouchers administered by the Secretary of the Department of Housing and Urban Development: *Provided further*, That if the Secretary determines that the amount made available for vouchers in this or any other Act is not needed for vouchers, the Secretary may use such funds for the demonstration programs for the preservation and revitalization of multi-family rental housing properties described in this paragraph: *Provided further*, That of the funds made available under this heading, \$1,791,000 shall be available for the cost of loans to private nonprofit organizations, or such nonprofit organizations' affiliate loan funds and State and local housing finance agencies, to carry out a housing demonstration program to provide revolving loans for the preservation of low-income multi-family housing projects: *Provided further*, That loans under such demonstration program shall have an interest rate of not more than 1 percent direct loan to the recipient: *Provided further*, That the Secretary may defer the interest and principal payment to the Rural Housing Service for up to 3 years and the term of such loans shall not exceed 30 years: *Provided further*, That of the funds made available under this heading, \$25,000,000 shall be available for a demonstration program for the preservation and revitalization of the sections 514, 515, and 516 multi-family rental housing properties to restructure existing USDA multi-family housing loans, as the Secretary deems appropriate, expressly for the purposes of ensuring the project has sufficient resources to preserve the project for the purpose of providing safe and affordable housing for low-income residents and farm laborers including reducing or eliminating interest; deferring loan payments, subordinating, reducing or reamortizing loan debt; and other financial assistance including advances, payments and incentives (including the ability of owners to obtain reasonable returns on investment) required by the Secretary: *Provided further*, That the Secretary shall as part of the preservation and revitalization agreement obtain a restrictive use agreement consistent with the terms of the restructuring: *Provided further*, That if the Secretary determines that additional funds for vouchers described in this paragraph are needed, funds for the preservation and revitalization demonstration program may be used for such vouchers: *Provided further*, That if Congress enacts legislation to permanently authorize a multi-family rental housing loan restructuring program similar to the demonstration program described herein, the Secretary may use funds made available for the demonstration program under this heading to carry out such legislation with the prior approval of the Committees on Appropriations of both Houses of Congress: *Provided further*, That in addition to any other available funds, the Secretary may expend not more than \$1,000,000 total, from the program funds made available under this heading, for administrative expenses for activities funded under this heading. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12–2002–0–1–604	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct Subsidy	16	28	.....
00.03 Subsidy for modifications of direct loans	6	2	.....
00.05 Reestimates of direct loan subsidy	1	.....	.....
00.09 Administrative expenses	3	.....	.....
00.10 Grants	7	35	18
10.00 Total new obligations (object class 41.0)	33	65	18
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	16	22	.....
22.00 New budget authority (gross)	29	43	18
22.10 Resources available from recoveries of prior year obligations	2	.....	.....
22.22 Unobligated balance transferred from other accounts	8	.....	.....
23.90 Total budgetary resources available for obligation	55	65	18

23.95	Total new obligations	–33	–65	–18
24.40	Unobligated balance carried forward, end of year	22	.....	.....
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	28	43	18
Mandatory:				
60.00	Appropriation	1	.....	.....
70.00	Total new budget authority (gross)	29	43	18
Change in obligated balances:				
72.40	Obligated balance, start of year	45	61	104
73.10	Total new obligations	33	65	18
73.20	Total outlays (gross)	–15	–24	–67
73.32	Obligated balance transferred from other accounts .....	.....	2	.....
73.45	Recoveries of prior year obligations	–2	.....	.....
74.40	Obligated balance, end of year	61	104	55
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	1	3	4
86.93	Outlays from discretionary balances	13	21	63
86.97	Outlays from new mandatory authority	1	.....	.....
87.00	Total outlays (gross)	15	24	67
Net budget authority and outlays:				
89.00	Budget authority	29	43	18
90.00	Outlays	15	24	67

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12–2002–0–1–604	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Multi-Family Housing Relending Demo	6	21	.....
115002 Multi-Family Housing Revitalization Seconds	5	9	.....
115003 Multi-Family Revitalization Zero	15	30	.....
115004 Multi-Family Housing Revitalization Seconds Disasters .....	.....	4	.....
115005 Multi-Family Housing Revitalization Zero Disasters .....	.....	3	.....
115999 Total direct loan levels	26	67	.....
Direct loan subsidy (in percent):			
132001 Multi-Family Housing Relending Demo	44.98	27.89	0.00
132002 Multi-Family Housing Revitalization Seconds	85.51	72.86	0.00
132003 Multi-Family Revitalization Zero	60.59	38.16	0.00
132004 Multi-Family Housing Revitalization Seconds Disasters	0.00	72.86	0.00
132005 Multi-Family Housing Revitalization Zero Disasters	0.00	38.16	0.00
132999 Weighted average subsidy rate	61.78	41.67	0.00
Direct loan subsidy budget authority:			
133001 Multi-Family Housing Relending Demo	3	6	.....
133002 Multi-Family Housing Revitalization Seconds	4	7	.....
133003 Multi-Family Revitalization Zero	9	11	.....
133004 Multi-Family Housing Revitalization Seconds Disasters .....	.....	3	.....
133005 Multi-Family Housing Revitalization Zero Disasters .....	.....	1	.....
133999 Total subsidy budget authority	16	28	.....
Direct loan subsidy outlays:			
134001 Multi-Family Housing Relending Demo	1	1	.....
134002 Multi-Family Housing Revitalization Seconds	2	3	.....
134003 Multi-Family Revitalization Zero .....	.....	5	.....
134999 Total subsidy outlays	3	9	.....
Direct loan upward reestimates:			
135001 Multi-Family Housing Relending Demo	1	.....	.....
135999 Total upward reestimate budget authority	1	.....	.....
Direct loan downward reestimates:			
137001 Multi-Family Housing Relending Demo	–1	.....	.....
137002 Multi-Family Housing Revitalization Seconds	–2	–1	.....
137003 Multi-Family Revitalization Zero .....	.....	–1	.....
137006 Multi-Family Housing Revitalization Modifications Disasters ....	.....	–6	.....
137999 Total downward reestimate budget authority	–3	–8	.....

USDA's portfolio of multifamily housing projects provides housing for nearly half a million low-income families, many of whom are elderly. Recent Federal court rulings allow projects that received their financing prior to 1989 to prepay and leave the program. Current law allows USDA to assist families displaced by sponsors' prepayments by providing them with letters of priority and vouchers, which were newly funded in 2006. The

Budget proposes \$18 million in 2011 for housing vouchers for residents of projects whose sponsors prepay their outstanding indebtedness on USDA loans and leave the program.

Prior year obligated balances reflect funding for rental assistance for newly constructed units provided in limited amounts in 1984 and 1985. From 1986 through 1991 rental assistance for newly constructed units, as well as existing rental assistance contract renewals and additional servicing assistance for existing projects, had been funded under the Rural Housing Insurance Fund. Beginning in 1992, pursuant to Credit Reform, a separate grant account was established for the rental assistance program.

MULTIFAMILY HOUSING REVITALIZATION DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4269-0-3-604	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan obligations	26	67	.....
00.02 Interest on Treasury Borrowing	5	8	9
00.91 Direct Program by Activities - Subtotal (1 level)	31	75	9
08.02 Downward subsidy reestimate paid to receipt account	3	8	.....
08.03 Adjusting payments to liquidating accounts	54	41	.....
08.91 Direct Program by Activities - Subtotal (1 level)	57	49	.....
10.00 Total new obligations	88	124	9
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	12	.....
22.00 New financing authority (gross)	100	124	9
22.10 Resources available from recoveries of prior year obligations	8	.....	.....
22.60 Portion applied to repay debt	-9	-12	.....
22.70 Balance of authority to borrow withdrawn	-2	.....	.....
23.90 Total budgetary resources available for obligation	100	124	9
23.95 Total new obligations	-88	-124	-9
24.40 Unobligated balance carried forward, end of year	12	.....	.....
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	68	111	.....
69.00 Offsetting collections (cash)	40	10	9
69.10 Change in uncollected customer payments from Federal sources (unexpired)	10	27	.....
69.47 Portion applied to repay debt	-18	-24	.....
69.90 Spending authority from offsetting collections (total mandatory)	32	13	9
70.00 Total new financing authority (gross)	100	124	9
Change in obligated balances:			
72.40 Obligated balance, start of year	139	136	157
73.10 Total new obligations	88	124	9
73.20 Total financing disbursements (gross)	-73	-76	-76
73.45 Recoveries of prior year obligations	-8	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-10	-27	.....
74.40 Obligated balance, end of year	136	157	90
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	73	76	76
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources - subsidy outlays from program account	-15	-9	-4
88.00 Federal sources - refunds from liquidating account	-23	.....	.....
88.25 Interest on uninvested funds	-2	-1	-5
88.90 Total, offsetting collections (cash)	-40	-10	-9
Against gross financing authority only:			
88.95 Change in receivables from program accounts	-10	-27	.....
Net financing authority and financing disbursements:			
89.00 Financing authority	50	87	.....

90.00	Financing disbursements	33	66	67
-------	-------------------------------	----	----	----

Status of Direct Loans (in millions of dollars)

Identification code 12-4269-0-3-604	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	.....	.....	.....
1131 Direct loan obligations exempt from limitation	26	67	.....
1150 Total direct loan obligations	26	67	.....
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	70	136	239
Disbursements:			
1231 Direct loan disbursements	8	32	44
1233 Purchase of loans assets from a liquidating account	58	71	48
1251 Repayments: Repayments and prepayments .....	.....	.....	.....
1290 Outstanding, end of year	136	239	331

Balance Sheet (in millions of dollars)

Identification code 12-4269-0-3-604	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	7	21
Investments in US securities:		
1106 Receivables, net	2	.....
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	70	136
1405 Allowance for subsidy cost (-)	-37	-71
1499 Net present value of assets related to direct loans	33	65
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1502 Interest receivable .....	.....	4
1505 Allowance for subsidy cost (-) .....	.....	-1
1599 Net present value of assets related to defaulted guaranteed loans .....	.....	3
1999 Total assets	42	89
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	42	89
2999 Total liabilities	42	89
4999 Total upward reestimate subsidy BA [12-2002]	42	89

MUTUAL AND SELF-HELP HOUSING GRANTS

For grants and contracts pursuant to section 523(b)(1)(A) of the Housing Act of 1949 (42 U.S.C. 1490c), **[\$41,864,000] \$37,000,000**, to remain available until expended: *Provided*, That of the total amount appropriated under this heading, the amount equal to the amount of Mutual and Self-Help Housing Grants allocated by the Secretary for Rural Economic Area Partnership Zones for the fiscal year **[2009] 2010**, shall be available through June 30, **[2010] 2011**, for communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-2006-0-1-604	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Mutual and self-help housing grants	31	57	37
10.00 Total new obligations (object class 41.0)	31	57	37
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	4	15	.....
22.00 New budget authority (gross)	39	42	37
22.10 Resources available from recoveries of prior year obligations	3	.....	.....
23.90 Total budgetary resources available for obligation	46	57	37
23.95 Total new obligations	-31	-57	-37
24.40 Unobligated balance carried forward, end of year	15	.....	.....

MUTUAL AND SELF-HELP HOUSING GRANTS—Continued
Program and Financing—Continued

Identification code 12–2006–0–1–604		2009 actual	2010 est.	2011 est.
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	39	42	37
Change in obligated balances:				
72.40	Obligated balance, start of year	58	54	72
73.10	Total new obligations	31	57	37
73.20	Total outlays (gross)	–32	–39	–47
73.45	Recoveries of prior year obligations	–3		
74.40	Obligated balance, end of year	54	72	62
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	4	8	7
86.93	Outlays from discretionary balances	28	31	40
87.00	Total outlays (gross)	32	39	47
Net budget authority and outlays:				
89.00	Budget authority	39	42	37
90.00	Outlays	32	39	47

This program is authorized under section 523 of the Housing Act of 1949, as amended. Grants and contracts are made for the purpose of providing technical and supervisory assistance to groups of families to enable them to build their own homes through the mutual exchange of labor. \$37 million is proposed in 2011.

RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT
(INCLUDING TRANSFERS OF FUNDS)

For the cost of direct loans, loan guarantees, and grants for rural community facilities programs as authorized by section 306 and described in section 381E(d)(1) of the Consolidated Farm and Rural Development Act, **[\$54,993,000] \$41,717,000**, to remain available until expended: *Provided*, **That \$6,256,000 of the amount appropriated under this heading shall be available for a Rural Community Development Initiative:** *Provided further*, That such funds shall be used solely to develop the capacity and ability of private, nonprofit community-based housing and community development organizations, low-income rural communities, and Federally Recognized Native American Tribes to undertake projects to improve housing, community facilities, community and economic development projects in rural areas: *Provided further*, That such funds shall be made available to qualified private, nonprofit and public intermediary organizations proposing to carry out a program of financial and technical assistance: *Provided further*, That such intermediary organizations shall provide matching funds from other sources, including Federal funds for related activities, in an amount not less than funds provided: *Provided further*, That \$13,902,000 of the amount appropriated under this heading shall be to provide grants for facilities in rural communities with extreme unemployment and severe economic depression (Public Law 106–387), with up to 5 percent for administration and capacity building in the State rural development offices: *Provided further*, That \$3,972,000 of the amount appropriated under this heading shall be available for community facilities grants to tribal colleges, as authorized by section 306(a)(19) of such Act: *Provided further*, **That of the amount appropriated under this heading, the amount equal to the amount of Rural Community Facilities Program Account funds allocated by the Secretary for Rural Economic Area Partnership Zones for the fiscal year [2009] 2010, shall be available through June 30, [2010] 2011, for communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones for the rural community programs described in section 381E(d)(1) of the Consolidated Farm and Rural Development Act: Provided further**, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to the funds made available under this heading: *Provided further*, That any prior balances in the Rural Development, Rural Community Advancement Program

account for programs authorized by section 306 and described in section 381E(d)(1) of such Act be transferred and merged with this account and any other prior balances from the Rural Development, Rural Community Advancement Program account that the Secretary determines is appropriate to transfer. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–1951–0–1–452		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Direct Loan Subsidy	29	73	4
00.02	Guaranteed Loan Subsidy	9	11	8
00.05	Reestimate of Direct Loan Subsidy	78	7	
00.06	Interest on Reestimates of Direct Loan Subsidy	47	10	
00.07	Reestimates of Guaranteed Loan Subsidy	15	13	
00.08	Interest on Reestimates of Guaranteed Loan Subsidy	5	2	
00.09	Administrative Expenses - ARRA	4		
00.10	CF Grants	23	29	30
00.11	CF Emergency Supplemental Grants	25	16	
00.12	Rural Community Development Initiative Grants	4	13	
00.13	Economic Impact Initiative Grants	11	16	
00.14	CF Grants - ARRA	31	30	
00.15	Administrative Expenses - 2008 Disasters	1		
10.00	Total new obligations	282	220	42
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	16	133	
21.45	Adjustments to unobligated balance carried forward, start of year	12		
22.00	New budget authority (gross)	339	87	42
22.10	Resources available from recoveries of prior year obligations	8		
22.22	Unobligated balance transferred from other accounts	40		
23.90	Total budgetary resources available for obligation	415	220	42
23.95	Total new obligations	–282	–220	–42
24.40	Unobligated balance carried forward, end of year	133		
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	194	55	42
Mandatory:				
60.00	Appropriation	145	32	
70.00	Total new budget authority (gross)	339	87	42
Change in obligated balances:				
72.40	Obligated balance, start of year	167	206	262
73.10	Total new obligations	282	220	42
73.20	Total outlays (gross)	–235	–164	–130
73.45	Recoveries of prior year obligations	–8		
74.40	Obligated balance, end of year	206	262	174
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	22	7	6
86.93	Outlays from discretionary balances	68	125	124
86.97	Outlays from new mandatory authority	145	32	
87.00	Total outlays (gross)	235	164	130
Net budget authority and outlays:				
89.00	Budget authority	339	87	42
90.00	Outlays	235	164	130

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12–1951–0–1–452		2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:				
115002	Community Facility Loans	219	882	295
115003	Community Facility Emergency Supplemental Loans	78	637	
115004	Community Facility Loans - ARRA	204	4,069	
115999	Total direct loan levels	501	5,588	295
Direct loan subsidy (in percent):				
132002	Community Facility Loans	5.72	1.31	1.33
132003	Community Facility Emergency Supplemental Loans	5.72	1.31	0.00
132004	Community Facility Loans - ARRA	5.72	1.31	0.00
132999	Weighted average subsidy rate	5.72	1.31	1.33
Direct loan subsidy budget authority:				
133002	Community Facility Loans	13	12	4

133003	Community Facility Emergency Supplemental Loans	4	8	.....
133004	Community Facility Loans - ARRA	12	53	.....
133999	Total subsidy budget authority	29	73	4
Direct loan subsidy outlays:				
134002	Community Facility Loans	17	18	13
134003	Community Facility Emergency Supplemental Loans	1	3	5
134004	Community Facility Loans - ARRA	3	10	22
134999	Total subsidy outlays	21	31	40
Direct loan upward reestimates:				
135002	Community Facility Loans	125	17	.....
135999	Total upward reestimate budget authority	125	17	.....
Direct loan downward reestimates:				
137002	Community Facility Loans	-1	-28	.....
137999	Total downward reestimate budget authority	-1	-28	.....
Guaranteed loan levels supportable by subsidy budget authority:				
215002	Community Facility Loan Guarantees	179	266	206
215003	Community Facility Emergency Supplemental Loan Guarantees	101	88	.....
215999	Total loan guarantee levels	280	354	206
Guaranteed loan subsidy (in percent):				
232002	Community Facility Loan Guarantees	3.08	3.21	3.95
232003	Community Facility Emergency Supplemental Loan Guarantees	3.08	3.21	0.00
232999	Weighted average subsidy rate	3.08	3.21	3.95
Guaranteed loan subsidy budget authority:				
233002	Community Facility Loan Guarantees	6	9	8
233003	Community Facility Emergency Supplemental Loan Guarantees	3	3	.....
233999	Total subsidy budget authority	9	11	8
Guaranteed loan subsidy outlays:				
234002	Community Facility Loan Guarantees	5	1	4
234003	Community Facility Emergency Supplemental Loan Guarantees	3	1	1
234999	Total subsidy outlays	8	2	5
Guaranteed loan upward reestimates:				
235002	Community Facility Loan Guarantees	20	15	.....
235999	Total upward reestimate budget authority	20	15	.....
Guaranteed loan downward reestimates:				
237002	Community Facility Loan Guarantees	-2	-7	.....
237999	Total downward reestimate subsidy budget authority	-2	-7	.....
Administrative expense data:				
3510	Budget authority	5	.....	.....
3590	Outlays from new authority	5	.....	.....

This account funds the direct and guaranteed community facility loans and community facility grants. Since the passage of the Federal Agriculture Improvement and Reform Act of 1996 through 2007, the funding for these programs was provided as part of the Rural Community Advancement Program (RCAP). To continue what was proposed and passed in 2008, the 2011 Budget proposes no funding in the RCAP account and instead, each funding stream is being appropriated separately in a new account. This is the new account for the Community programs funding stream. Community facility loans and grants are authorized under sections 306(a)(1) and 306(a)(19) of the Consolidated Farm and Rural Development Act, as amended. Loans are provided to local governments and nonprofit organizations for the construction and improvement of community facilities providing essential services in rural areas of not more than 20,000 population, such as hospitals and fire stations. Total program level in 2011 is projected to be \$531 million.

Object Classification (in millions of dollars)

Identification code 12-1951-0-1-452	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	5	.....	.....
41.0 Grants, subsidies, and contributions	277	220	42

99.9	Total new obligations	282	220	42
------	-----------------------------	-----	-----	----

RURAL COMMUNITY FACILITY DIRECT LOANS FINANCING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-4225-0-3-452		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Direct loans	501	5,587	295
00.02	Interest on Treasury borrowing	158	173	189
00.91	Direct Program by Activities - Subtotal (1 level)	659	5,760	484
08.02	Downward reestimate paid to receipt account	1	26	.....
08.04	Interest on downward reestimates paid to receipt account .....	.....	2	.....
08.91	Direct Program by Activities - Subtotal (1 level)	1	28	.....
10.00	Total new obligations	660	5,788	484
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	87	71	.....
22.00	New financing authority (gross)	732	5,788	484
22.10	Resources available from recoveries of prior year obligations	83	.....	.....
22.60	Portion applied to repay debt	-91	-71	.....
22.70	Balance of authority to borrow withdrawn	-80	.....	.....
23.90	Total budgetary resources available for obligation	731	5,788	484
23.95	Total new obligations	-660	-5,788	-484
24.40	Unobligated balance carried forward, end of year	71	.....	.....
New financing authority (gross), detail:				
Mandatory:				
67.10	Authority to borrow	472	5,341	59
69.00	Offsetting collections (cash)	396	405	461
69.10	Change in uncollected customer payments from Federal sources (unexpired)	4	42	-36
69.47	Portion applied to repay debt	-140	.....	.....
69.90	Spending authority from offsetting collections (total mandatory)	260	447	425
70.00	Total new financing authority (gross)	732	5,788	484
Change in obligated balances:				
72.40	Obligated balance, start of year	914	895	5,342
73.10	Total new obligations	660	5,788	484
73.20	Total financing disbursements (gross)	-592	-1,299	-2,393
73.45	Recoveries of prior year obligations	-83	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-4	-42	36
74.40	Obligated balance, end of year	895	5,342	3,469
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)	592	1,299	2,393
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources	-146	-49	-40
88.25	Interest on uninvested funds	-23	-43	-51
88.40	Repayment of principal	-107	-179	-195
88.40	Interest received on loans	-119	-134	-175
88.40	Non-Federal sources	-1	.....	.....
88.90	Total, offsetting collections (cash)	-396	-405	-461
Against gross financing authority only:				
88.95	Change in receivables from program accounts	-4	-42	36
Net financing authority and financing disbursements:				
89.00	Financing authority	332	5,341	59
90.00	Financing disbursements	196	894	1,932

Status of Direct Loans (in millions of dollars)

Identification code 12-4225-0-3-452	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	501	5,587	295

RURAL COMMUNITY FACILITY DIRECT LOANS FINANCING ACCOUNT—Continued
Status of Direct Loans—Continued

Identification code 12-4225-0-3-452	2009 actual	2010 est.	2011 est.
1150 Total direct loan obligations	501	5,587	295
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	2,659	2,981	3,900
1231 Disbursements: Direct loan disbursements	431	1,098	2,205
1251 Repayments: Repayments and prepayments	-107	-179	-195
1263 Write-offs for default: Direct loans	-2		
1290 Outstanding, end of year	2,981	3,900	5,910

This account reflects the funding from direct community facility loans to non-profit organizations and local governments for the construction and improvement of community facilities providing essential services in rural areas, such as hospitals, child care centers and fire stations.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4225-0-3-452	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	87	139
Investments in US securities:		
1106 Receivables, net	-2	1
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	2,659	2,981
1402 Interest receivable	29	33
1405 Allowance for subsidy cost (-)	-71	-205
1499 Net present value of assets related to direct loans	2,617	2,809
1999 Total assets	2,702	2,949
LIABILITIES:		
2101 Federal liabilities: Accounts payable	2,702	2,949
2999 Total liabilities	2,702	2,949
4999 Total liabilities and net position	2,702	2,949

RURAL COMMUNITY FACILITY GUARANTEED LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4228-0-3-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Default claims	23	23	23
00.02 Interest to Treasury	1	2	2
00.91 Direct Program by Activities - Subtotal (1 level)	24	25	25
08.02 Downward reestimates paid to receipt accounts	2	5	
08.04 Interest on downward reestimates	1	2	
08.91 Direct Program by Activities - Subtotal (1 level)	3	7	
10.00 Total new obligations	27	32	25
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	39	58	
22.00 New financing authority (gross)	60	32	25
22.60 Portion applied to repay debt	-14	-58	
23.90 Total budgetary resources available for obligation	85	32	25
23.95 Total new obligations	-27	-32	-25
24.40 Unobligated balance carried forward, end of year	58		

New financing authority (gross), detail:

Mandatory:			
67.10 Authority to borrow	27		10
69.00 Offsetting collections (cash)	33	23	12
69.10 Change in uncollected customer payments from Federal sources (unexpired)		9	3
69.90 Spending authority from offsetting collections (total mandatory)	33	32	15
70.00 Total new financing authority (gross)	60	32	25

Change in obligated balances:

73.10 Total new obligations	27	32	25
73.20 Total financing disbursements (gross)	-27	-23	-22
74.00 Change in uncollected customer payments from Federal sources (unexpired)		-9	-3

Outlays (gross), detail:

87.00 Total financing disbursements (gross)	27	23	22
---	----	----	----

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-28	-17	-5
88.25 Interest on uninvested funds	-3	-4	-4
88.40 Non-Federal sources, Guarantee Fees	-2	-2	-3
88.90 Total, offsetting collections (cash)	-33	-23	-12
Against gross financing authority only:			
88.95 Change in receivables from program accounts		-9	-3

Net financing authority and financing disbursements:

89.00 Financing authority	27		10
90.00 Financing disbursements	-6		10

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4228-0-3-452	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation	280	354	206
2150 Total guaranteed loan commitments	280	354	206
2199 Guaranteed amount of guaranteed loan commitments	224	283	165
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	691	789	998
2231 Disbursements of new guaranteed loans	146	296	332
2251 Repayments and prepayments	-43	-63	-80
Adjustments:			
2261 Terminations for default that result in loans receivable	-2	-1	-1
2263 Terminations for default that result in claim payments	-21	-23	-23
2264 Other adjustments, net	18		
2290 Outstanding, end of year	789	998	1,226

Memorandum:

2299 Guaranteed amount of guaranteed loans outstanding, end of year	631	798	981
---	-----	-----	-----

Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2331 Disbursements for guaranteed loan claims			

This account finances loan guarantee commitments for essential community facilities in rural areas.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4228-0-3-452	2008 actual	2009 actual
ASSETS:		

Federal assets:			
1101	Fund balances with Treasury	41	59
Investments in US securities:			
1106	Receivables, net	5	1
1999	Total assets	46	60
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	8	27
2204	Non-Federal liabilities: Liabilities for loan guarantees	38	33
2999	Total liabilities	46	60
4999	Total liabilities and net position	46	60

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT
(INCLUDING TRANSFERS OF FUNDS)

For gross obligations for the principal amount of direct and guaranteed loans as authorized by title V of the Housing Act of 1949, to be available from funds in the rural housing insurance fund, as follows: **[\$13,121,488,000]** \$13,200,000,000 for loans to section 502 borrowers, of which **[\$1,121,488,000]** \$1,200,000,000 shall be for direct loans, and of which \$12,000,000,000 shall be for unsubsidized guaranteed loans without regard to section 710 of the Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2006 (Public Law 109-97); **[\$34,412,000]** \$34,004,000 for section 504 housing repair loans; **[\$69,512,000]** \$95,236,000 for section 515 rental housing; **[\$129,090,000]** \$129,133,000 for section 538 guaranteed multi-family housing loans; **[\$5,045,000]** \$5,052,000 for section 524 site loans; **[\$11,448,000]** \$11,449,000 for credit sales of acquired property, of which up to **[\$1,448,000]** \$1,449,000 may be for multi-family credit sales; and **[\$4,970,000]** \$4,966,000 for section 523 self-help housing land development loans.

For the cost of direct and guaranteed loans, including the cost of modifying loans, as defined in section 502 of the Congressional Budget Act of 1974, as follows: section 502 loans, **[\$213,510,000]**, of which **\$40,710,000]** \$75,120,000 shall be for direct loans, and of which \$172,800,000, to remain available until expended, shall be for unsubsidized guaranteed loans; section 504 housing repair loans, **[\$4,422,000]** \$6,437,000; repair, rehabilitation, and new construction of section 515 rental housing, **[\$18,935,000]** \$32,123,000; section 538 multi-family housing guaranteed loans, **[\$1,485,000]** \$12,513,000; section 524 site development loans, \$294,000; [and] credit sales of acquired property, \$556,000; and section 523 self-help land development housing loans, \$288,000: Provided, That of the total amount appropriated in this paragraph, the amount equal to the amount of Rural Housing Insurance Fund Program Account funds allocated by the Secretary for Rural Economic Area Partnership Zones for the fiscal year [2009] 2010, shall be available through June 30, [2010] 2011, for communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones: *Provided further*, That section 538 multi-family housing guaranteed loans funded pursuant to this paragraph shall not be subject to a guarantee fee and the interest on such loans may not be subsidized: *Provided further*, That any balances for a demonstration program for the preservation and revitalization of the section 515 multi-family rental housing properties as authorized by Public Law 109-97, [and] Public Law 110-5, and Public Law 111-80 shall be transferred to and merged with the "Rural Housing Service, Multi-family Housing Revitalization Program Account".

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, **[\$468,593,000]** \$454,383,000 shall be [transferred to and merged with] paid to the appropriation for "Rural Development, Salaries and Expenses". (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-2081-0-1-371	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01	Direct loan subsidy	134	115
00.02	Guaranteed loan subsidy	213	13
00.05	Reestimate of direct loan subsidy	68	102
00.06	Interest on direct loan subsidy reestimate	77	116

00.07	Reestimate of loan guarantee subsidy	15	90
00.08	Interest on guarantee subsidy reestimates	3	17
00.09	Administrative expenses	461	469
00.10	Administrative Expenses - ARRA	6	
00.11	Administrative Expenses - 2008 Disasters	1	
10.00	Total new obligations	978	1,155

Budgetary resources available for obligation:

21.40	Unobligated balance carried forward, start of year	9	124
21.45	Adjustments to unobligated balance carried forward, start of year	-1	
22.00	New budget authority (gross)	1,024	1,035
22.10	Resources available from recoveries of prior year obligations	3	
22.22	Unobligated balance transferred from other accounts	69	
23.90	Total budgetary resources available for obligation	1,104	1,159
23.95	Total new obligations	-978	-1,155
23.98	Unobligated balance expiring or withdrawn	-2	-4
24.40	Unobligated balance carried forward, end of year	124	

New budget authority (gross), detail:

Discretionary:			
40.00	Appropriation	861	708
41.00	Transferred to other accounts	-1	
43.00	Appropriation (total discretionary)	860	708
Mandatory:			
60.00	Appropriation	164	327
70.00	Total new budget authority (gross)	1,024	1,035

Change in obligated balances:

72.40	Obligated balance, start of year	152	158
73.10	Total new obligations	978	1,155
73.20	Total outlays (gross)	-961	-1,155
73.31	Obligated balance transferred to other accounts		-2
73.40	Adjustments in expired accounts (net)	-8	
73.45	Recoveries of prior year obligations	-3	
74.40	Obligated balance, end of year	158	156

Outlays (gross), detail:

86.90	Outlays from new discretionary authority	714	650
86.93	Outlays from discretionary balances	83	178
86.97	Outlays from new mandatory authority	164	327
87.00	Total outlays (gross)	961	1,155

Net budget authority and outlays:

89.00	Budget authority	1,024	1,035
90.00	Outlays	961	1,155

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-2081-0-1-371	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001	Section 502 Single-Family Housing	1,121	1,121
115002	Section 502 Emergency Supplemental	68	910
115004	Section 515 Multi-Family Housing	68	70
115007	Section 504 Housing Repair	27	34
115008	Section 504 Emergency Supplemental		41
115011	Section 514 Farm Labor Housing Supp.		2
115012	Section 524 Site Development	1	5
115013	Section 523 Self-Help Housing		5
115014	Single-Family Housing Credit Sales	1	10
115015	Multi-Family Housing Credit Sales	1	1
115019	Section 502 Single Family Housing - ARRA	267	1,296
115999	Total direct loan levels	1,554	3,495
Direct loan subsidy (in percent):			
132001	Section 502 Single-Family Housing	6.72	3.63
132002	Section 502 Emergency Supplemental	6.72	3.63
132004	Section 515 Multi-Family Housing	41.16	27.24
132007	Section 504 Housing Repair	26.87	12.85
132008	Section 504 Emergency Supplemental	26.87	12.85
132011	Section 514 Farm Labor Housing Supp.	42.14	36.14
132012	Section 524 Site Development	-1.84	-4.22
132013	Section 523 Self-Help Housing	1.65	-2.21
132014	Single-Family Housing Credit Sales	-2.59	-15.63
132015	Multi-Family Housing Credit Sales	36.12	38.40
132019	Section 502 Single Family Housing - ARRA	6.72	3.63
132999	Weighted average subsidy rate	8.58	4.25
Direct loan subsidy budget authority:			
133001	Section 502 Single-Family Housing	76	41

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT—Continued
Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program—Continued

Identification code 12–2081–0–1–371	2009 actual	2010 est.	2011 est.
133002 Section 502 Emergency Supplemental	5	33	.....
133004 Section 515 Multi-Family Housing	28	19	32
133007 Section 504 Housing Repair	7	4	6
133008 Section 504 Emergency Supplemental .....	.....	5	.....
133011 Section 514 Farm Labor Housing Supp. ....	.....	1	.....
133012 Section 524 Site Development .....	.....	.....	1
133014 Single-Family Housing Credit Sales .....	.....	–2	–1
133015 Multi-Family Housing Credit Sales .....	.....	.....	1
133019 Section 502 Single Family Housing - ARRA	18	47	.....
133999 Total subsidy budget authority	134	149	115
Direct loan subsidy outlays:			
134001 Section 502 Single-Family Housing	76	44	66
134002 Section 502 Emergency Supplemental	4	25	7
134004 Section 515 Multi-Family Housing	45	48	32
134007 Section 504 Housing Repair	7	4	6
134008 Section 504 Emergency Supplemental .....	.....	4	1
134015 Multi-Family Housing Credit Sales	1	1	1
134017 Multi-Family Housing Revitalization Seconds	1	.....	.....
134019 Section 502 Single Family Housing - ARRA	14	37	11
134020 Multi-Family Housing Revitalization Zero	1	.....	.....
134999 Total subsidy outlays	149	163	124
Direct loan upward reestimates:			
135001 Section 502 Single-Family Housing	90	126	.....
135004 Section 515 Multi-Family Housing	44	17	.....
135007 Section 504 Housing Repair	1	21	.....
135011 Section 514 Farm Labor Housing Supp.	5	6	.....
135014 Single-Family Housing Credit Sales .....	.....	48	.....
135015 Multi-Family Housing Credit Sales	5	.....	.....
135999 Total upward reestimate budget authority	145	218	.....
Direct loan downward reestimates:			
137001 Section 502 Single-Family Housing	–421	–70	.....
137004 Section 515 Multi-Family Housing	–18	–26	.....
137007 Section 504 Housing Repair	–41	–5	.....
137011 Section 514 Farm Labor Housing Supp.	–11	–4	.....
137012 Section 524 Site Development .....	.....	–1	.....
137013 Section 523 Self-Help Housing .....	.....	–1	.....
137014 Single-Family Housing Credit Sales	–110	.....	.....
137015 Multi-Family Housing Credit Sales	–5	–3	.....
137999 Total downward reestimate budget authority	–606	–110	.....
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Guaranteed 502 Single Family Housing, Purchase	5,634	12,582	.....
215002 Guaranteed 502, Refinance	39	3	.....
215003 Guaranteed 538 Multi-Family Housing	121	129	129
215004 Guaranteed 502 Emergency Supplemental	1,502	768	.....
215006 Guaranteed 538 Tornado Supplemental	12	6	.....
215009 Guaranteed Section 502 Single Family Housing, Purchase - ARRA	8,558	901	.....
215010 Guaranteed Section 502 Single Family Housing, Refinance - ARRA	482	153	.....
215999 Total loan guarantee levels	16,348	14,542	129
Guaranteed loan subsidy (in percent):			
232001 Guaranteed 502 Single Family Housing, Purchase	1.27	1.44	0.00
232002 Guaranteed 502, Refinance	0.98	1.72	0.00
232003 Guaranteed 538 Multi-Family Housing	6.69	1.15	9.69
232004 Guaranteed 502 Emergency Supplemental	1.27	1.44	0.00
232006 Guaranteed 538 Tornado Supplemental	6.42	19.28	0.00
232009 Guaranteed Section 502 Single Family Housing, Purchase - ARRA	1.27	1.44	0.00
232010 Guaranteed Section 502 Single Family Housing, Refinance - ARRA	0.98	1.72	0.00
232011 Guaranteed 502 Single Family Housing	0.00	0.00	1.28
232999 Weighted average subsidy rate	1.30	1.45	9.69
Guaranteed loan subsidy budget authority:			
233001 Guaranteed 502 Single Family Housing, Purchase	72	181	.....
233003 Guaranteed 538 Multi-Family Housing	8	1	13
233004 Guaranteed 502 Emergency Supplemental	19	11	.....
233006 Guaranteed 538 Tornado Supplemental	1	1	.....
233009 Guaranteed Section 502 Single Family Housing, Purchase - ARRA	109	13	.....
233010 Guaranteed Section 502 Single Family Housing, Refinance - ARRA	5	3	.....
233999 Total subsidy budget authority	213	211	13
Guaranteed loan subsidy outlays:			
234001 Guaranteed 502 Single Family Housing, Purchase	70	149	31
234003 Guaranteed 538 Multi-Family Housing	6	.....	13
234004 Guaranteed 502 Emergency Supplemental	19	9	1
234006 Guaranteed 538 Tornado Supplemental	1	1	.....

234009 Guaranteed Section 502 Single Family Housing, Purchase - ARRA	77	28	10
234010 Guaranteed Section 502 Single Family Housing, Refinance - ARRA	4	3	.....
234999 Total subsidy outlays	177	190	55
Guaranteed loan upward reestimates:			
235001 Guaranteed 502 Single Family Housing, Purchase	9	56	.....
235002 Guaranteed 502, Refinance .....	.....	5	.....
235003 Guaranteed 538 Multi-Family Housing	9	46	.....
235999 Total upward reestimate budget authority	18	107	.....
Guaranteed loan downward reestimates:			
237001 Guaranteed 502 Single Family Housing, Purchase	–40	–19	.....
237002 Guaranteed 502, Refinance	–4	.....	.....
237003 Guaranteed 538 Multi-Family Housing	–7	–1	.....
237999 Total downward reestimate subsidy budget authority	–51	–20	.....
Administrative expense data:			
3510 Budget authority	467	469	454
3580 Outlays from balances	1	.....	.....
3590 Outlays from new authority	466	469	454

Rural Housing Insurance Fund.—This fund was established in 1965 (Public Law 89–117) pursuant to section 517 of title V of the Housing Act of 1949, as amended.

The programs funded through the Rural Housing Insurance Fund Program account are: section 502 single family housing direct loans and loan guarantees; section 504 housing repair loans; section 515 multifamily housing direct loans; section 524 housing site loans, single family and multi-family housing credit sales of acquired property, and section 538 multi-family housing guarantees. Starting in 2001, section 514 domestic farm labor housing loans and grants are funded under the new Farm Labor Program Account in order to provide flexibility between loans and the farm labor housing grants. The section 523 self-help housing land development loan program is funded in this account as of 1997.

Loan programs are limited to rural areas that include towns, villages, and other places which are not part of an urban area and that have a population not in excess of 2,500 inhabitants, or is in excess of 2,500 but not in excess of 10,000 if rural in character, or has a population in excess of 10,000 but not more than 20,000 and is not within a standard metropolitan statistical area and has a serious lack of mortgage credit for low- and moderate-income borrowers.

Section 502 single family housing direct loans are funded at \$1.2 billion, almost \$80 million over 2010. Section 515 multifamily direct loans are funded at \$95 million, a \$25 million increase from 2010, to help ensure adequate funding for new and existing low-income rural rental housing. The other loan levels are maintained at approximately the 2010 levels. Meanwhile, 538 guaranteed multifamily housing loans continue to have appropriations language that funds these loans with no fee and no subsidized interest.

For 502 guaranteed single family housing loans in 2011, the Budget proposes to make the fee structure of the single family housing guarantee similar to that of HUD's FHA guaranteed loans. The up-front fee on new purchase loans will remain 2 percent, but an annual fee of 0.15 percent will be added to both new and refinanced loans. In addition, the up-front fee for refinanced loan guarantees will be increased to 1 percent. This change allows the subsidy for the loans to be completely offset without a significant additional burden to the borrowers, given that they can finance the up-front fee as part of the loan, and the annual fee will be a nominal amount added to the monthly payment. There is a General Provision that achieves the fee change, which codifies the current cap on the up-front fee at 2 percent and provides a cap of 0.5 percent for the annual fee. It should be noted that for 2011 we are blending the subsidy rate of the new/pur-

chase single family housing guarantees with the subsidy rate of the refinanced single family housing guarantees. The rate was originally blended when refinancings were first authorized, and having separate rates has proved to be inefficient and inconsistent with how we treat slight variations in fee structure within one loan program. The 502 guarantee blended rate with then new fee structure will be -0.07%. For 2011, the Budget will provide \$12 billion in single family loan guarantees. That level is specifically limited within the Rural Housing Insurance Fund appropriations language.

The 2011 Budget also proposes to make the guaranteed loan program a direct endorsement program similar to VA and HUD's guaranteed loan program through another General Provision. This will make RHS more efficient and allow USDA's single family housing staff to focus more on single family housing direct loans.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including credit sales of acquired property), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Object Classification (in millions of dollars)

Identification code 12-2081-0-1-371	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	467	469	454
41.0 Grants, subsidies, and contributions	511	686	128
99.9 Total new obligations	978	1,155	582

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT

(Legislative proposal, not subject to PAYGO)

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-2081-2-1-371	2009 actual	2010 est.	2011 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215011 Guaranteed 502 Single Family Housing			12,000
215999 Total loan guarantee levels			12,000
Guaranteed loan subsidy (in percent):			
232011 Guaranteed 502 Single Family Housing			-1.35
232999 Weighted average subsidy rate			-1.35
Guaranteed loan subsidy budget authority:			
233011 Guaranteed 502 Single Family Housing			-8
233999 Total subsidy budget authority			-8
Guaranteed loan subsidy outlays:			
234011 Guaranteed 502 Single Family Housing			-7
234999 Total subsidy outlays			-7

RURAL HOUSING INSURANCE FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4215-0-3-371	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loans including upward adjustments of prior year obligations	1,597	3,520	1,378
00.02 Interest on Treasury Borrowing	745	763	781
00.05 Advances on behalf of borrowers	53	45	45
00.06 Other expenses	31	25	25
00.91 Direct Program by Activities - Subtotal (1 level)	2,426	4,353	2,229
08.01 Obligation of negative subsidy		2	1
08.02 Downward reestimate subsidy	472	79	

08.04 Interest on downward reestimate subsidy	147	31	
08.91 Direct Program by Activities - Subtotal (1 level)	619	112	1
10.00 Total new obligations	3,045	4,465	2,230

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	145		
22.00 New financing authority (gross)	3,043	4,465	2,230
22.10 Resources available from recoveries of prior year obligations	76		
22.60 Portion applied to repay debt	-161		
22.70 Balance of authority to borrow withdrawn	-58		
23.90 Total budgetary resources available for obligation	3,045	4,465	2,230
23.95 Total new obligations	-3,045	-4,465	-2,230
24.40 Unobligated balance carried forward, end of year			

New financing authority (gross), detail:

Mandatory:			
67.10 Authority to borrow	2,011	2,744	714
69.00 Offsetting collections (cash)	1,531	1,791	1,579
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-16	-70	-63
69.47 Portion applied to repay debt	-483		
69.90 Spending authority from offsetting collections (total mandatory)	1,032	1,721	1,516
70.00 Total new financing authority (gross)	3,043	4,465	2,230

Change in obligated balances:

72.40 Unpaid obligations, fund balance with Treasury, start of year	489	570	1,102
73.10 Total new obligations	3,045	4,465	2,230
73.20 Total financing disbursements (gross)	-2,904	-4,003	-2,636
73.45 Recoveries of prior year obligations	-76		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	16	70	63
74.40 Obligated balance, end of year	570	1,102	759

Outlays (gross), detail:

87.00 Total financing disbursements (gross)	2,904	4,003	2,636
---	-------	-------	-------

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources: payments from program account	-302	-399	-141
88.25 Interest on uninvested funds	-90	-156	-162
88.40 Non-Federal sources: Repayments of principal	-564	-569	-573
88.40 Interest received on loans	-515	-572	-608
88.40 Payments on judgments	-11	-14	-14
88.40 Proceeds on sale of acquired property	-20	-31	-31
88.40 Recaptured income	-21	-36	-36
88.40 Fees	-10	-7	-7
88.40 Miscellaneous collections	2	-7	-7
88.90 Total, offsetting collections (cash)	-1,531	-1,791	-1,579
Against gross financing authority only:			
88.95 Change in receivables from program accounts	16	70	63

Net financing authority and financing disbursements:

89.00 Financing authority	1,528	2,744	714
90.00 Financing disbursements	1,373	2,212	1,057

Status of Direct Loans (in millions of dollars)

Identification code 12-4215-0-3-371	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	1,597	3,520	1,378
1150 Total direct loan obligations	1,597	3,520	1,378
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	14,291	15,184	17,668
Disbursements:			
1231 Direct loan disbursements	1,544	3,099	1,819
1232 Purchase of loans assets from the public	1		
Repayments:			
1251 Repayments and prepayments	-564	-569	-573
1252 Proceeds from loan asset sales to the public or discounted	-36		
Adjustments:			
1261 Capitalized interest	19		

RURAL HOUSING INSURANCE FUND DIRECT LOAN FINANCING
ACCOUNT—Continued

Status of Direct Loans—Continued

Identification code 12-4215-0-3-371	2009 actual	2010 est.	2011 est.
1262 Discount on loan asset sales to the public or discounted	-1	.....	.....
1263 Write-offs for default: Direct loans	-1	-46	-53
1264 Other adjustments, net (+ or -)	-69	.....	.....
1290 Outstanding, end of year	15,184	17,668	18,861

This account finances direct rural housing loans for section 502 very low- and low-to-moderate-income home ownership loan program; section 504 very low income housing repair loan program; section 514 domestic farm labor housing loan program; section 515 rural rental housing loan program; sections 523 self-help housing loans, and 524 site development loans; and single family and multi-family housing credit sales of acquired property.

Loan programs are limited to rural areas that include towns, villages and other places which are not part of an urban area and that have a population not in excess of 2,500 inhabitants, or is in excess of 2,500 but not in excess of 10,000 if rural in character, or has a population in excess of 10,000 but not more than 20,000 and is not within a standard metropolitan statistical area and has a serious lack of mortgage credit for low and moderate-income borrowers.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond including credit sales of acquired property. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12-4215-0-3-371	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	191	393
Investments in US securities:		
1106 Receivables, net	134	48
1206 Non-Federal assets: Receivables, net	-72	.....
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	14,291	15,184
1402 Interest receivable	146	162
1404 Foreclosed property	34	46
1405 Allowance for subsidy cost (-)	-2,260	-2,135
1499 Net present value of assets related to direct loans	12,211	13,257
1999 Total assets	12,464	13,698
LIABILITIES:		
Federal liabilities:		
2103 Debt	12,007	13,581
2105 Other	439	97
Non-Federal liabilities:		
2201 Accounts payable .....	.....	14
2207 Other	18	6
2999 Total liabilities	12,464	13,698
4999 Total liabilities and net position	12,464	13,698

RURAL HOUSING INSURANCE FUND GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4216-0-3-371	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Default claims	206	218	277
00.02 Interest on Treasury Borrowing	1	.....	.....
00.03 Interest assistance paid to lenders	4	4	4
00.91 Direct Program by Activities - Subtotal (1 level)	211	222	281

08.02 Downward reestimate of subsidy	39	8	.....
08.04 Interest on downward reestimate	12	12	.....
08.91 Direct Program by Activities - Subtotal (1 level)	51	20	.....
10.00 Total new obligations	262	242	281

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	762	1,060	1,393
22.00 New financing authority (gross)	562	675	222
22.60 Portion applied to repay debt	-2	-100	.....
23.90 Total budgetary resources available for obligation	1,322	1,635	1,615
23.95 Total new obligations	-262	-242	-281
24.40 Unobligated balance carried forward, end of year	1,060	1,393	1,334

New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	14	.....	.....
69.00 Offsetting collections (cash)	516	707	210
69.10 Change in uncollected customer payments from Federal sources (unexpired)	32	-32	12
69.90 Spending authority from offsetting collections (total mandatory)	548	675	222
70.00 Total new financing authority (gross)	562	675	222

Change in obligated balances:			
72.40 Obligated balance, start of year .....	.....	-32	.....
73.10 Total new obligations	262	242	281
73.20 Total financing disbursements (gross)	-262	-242	-269
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-32	32	-12
74.40 Obligated balance, end of year	-32	.....	.....

Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	262	242	269

Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-196	-296	-55
88.25 Interest on uninvested funds	-36	-61	-77
88.40 Non-Federal sources: guarantee fees	-262	-345	-73
88.40 Repayments of Principal	-5	-5	-5
88.40 Non-Federal sources	-17	.....	.....
88.90 Total, offsetting collections (cash)	-516	-707	-210
Against gross financing authority only:			
88.95 Change in receivables from program accounts	-32	32	-12

Net financing authority and financing disbursements:			
89.00 Financing authority	14	.....	.....
90.00 Financing disbursements	-254	-465	59

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4216-0-3-371	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....	.....	.....	.....
2131 Guaranteed loan commitments exempt from limitation	16,348	14,542	129
2150 Total guaranteed loan commitments	16,348	14,542	129
2199 Guaranteed amount of guaranteed loan commitments	14,713	13,088	129

Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	21,732	33,624	42,551
2231 Disbursements of new guaranteed loans	14,020	13,904	3,368
2251 Repayments and prepayments	-1,779	-4,758	-6,021
Adjustments:			
2261 Terminations for default that result in loans receivable	-15	.....	.....
2263 Terminations for default that result in claim payments	-191	-219	-276
2264 Other adjustments, net	-143	.....	.....
2290 Outstanding, end of year	33,624	42,551	39,622

Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	30,261	38,296	35,659

Addendum:

	Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2331	Disbursements for guaranteed loan claims			

This account finances the guaranteed section 502 low-to-moderate-income home ownership loan program as well as the re-financings of those loans and the section 538 guaranteed multi-family housing loan program. The guaranteed programs enable the Rural Housing Service to utilize private sector resources for the making and servicing of loans while the Agency provides a financial guarantee to encourage private sector activity.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loan commitments made in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12-4216-0-3-371	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	762	1,028
Investments in US securities:		
1106 Receivables, net	36	94
1999 Total assets	798	1,122
LIABILITIES:		
Federal liabilities:		
2103 Debt	16	29
2104 Resources payable to Treasury	40	23
2204 Non-Federal liabilities: Liabilities for loan guarantees	742	1,070
2999 Total liabilities	798	1,122
4999 Total liabilities and net position	798	1,122

RURAL HOUSING INSURANCE FUND GUARANTEED LOAN FINANCING ACCOUNT
 (Legislative proposal, not subject to PAYGO)
Program and Financing (in millions of dollars)

Identification code 12-4216-2-3-371	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
08.01 Negative subsidy obligations			8
10.00 Total new obligations			8
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year			
22.00 New financing authority (gross)			303
23.90 Total budgetary resources available for obligation			303
23.95 Total new obligations			-8
24.40 Unobligated balance carried forward, end of year			295
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow			8
69.00 Offsetting collections (cash)			295
70.00 Total new financing authority (gross)			303
Change in obligated balances:			
72.40 Obligated balance, start of year			
73.10 Total new obligations			8
73.20 Total financing disbursements (gross)			8
74.40 Obligated balance, end of year			16
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)			-8
Offsets:			
Against gross financing authority and financing disbursements:			
88.40 Offsetting collections (cash) from: Non-Federal sources: guarantee fees			-295

Net financing authority and financing disbursements:

89.00	Financing authority			8
90.00	Financing disbursements			-303

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4216-2-3-371	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			12,000
2131 Guaranteed loan commitments exempt from limitation			
2150 Total guaranteed loan commitments			12,000
2199 Guaranteed amount of guaranteed loan commitments			
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year			
2231 Disbursements of new guaranteed loans			9,927
2251 Repayments and prepayments			-8
2290 Outstanding, end of year			9,919
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year			8,927
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2331 Disbursements for guaranteed loan claims			-8

RURAL HOUSING INSURANCE FUND LIQUIDATING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-4141-0-3-371	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Advances on behalf of borrowers	35	32	29
01.07 Other costs incident to loans	5	4	3
10.00 Total new obligations	40	36	32
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	43	
22.00 New budget authority (gross)	83	36	32
22.10 Resources available from recoveries of prior year obligations	12		
22.40 Capital transfer to general fund	-13	-43	
23.90 Total budgetary resources available for obligation	83	36	32
23.95 Total new obligations	-40	-36	-32
24.40 Unobligated balance carried forward, end of year	43		
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	795	767	715
69.27 Capital transfer to general fund	-712	-731	-683
69.90 Spending authority from offsetting collections (total mandatory)	83	36	32
Change in obligated balances:			
72.40 Unpaid fund balance with treasury, end of year	42	48	48
73.10 Total new obligations	40	36	32
73.20 Total outlays (gross)	-22	-36	-32
73.45 Recoveries of prior year obligations	-12		
74.40 Obligated balance, end of year	48	48	48
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	22	36	32
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-33		
88.40 Repayments of loans and advances	-374	-359	-346
88.40 Proceeds from sale of acquired property	-13	-13	-14
88.40 Payments on judgments	-2	-1	-1
88.40 Interest payments from borrowers	-318	-237	-207
88.40 Recapture of subsidies	-20	-148	-140

RURAL HOUSING INSURANCE FUND LIQUIDATING ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-4141-0-3-371	2009 actual	2010 est.	2011 est.
88.40 Income from residual investment in loan asset sale	-11	-9	-7
88.40 Fees and other revenue	-24		
88.90 Total, offsetting collections (cash)	-795	-767	-715
Net budget authority and outlays:			
89.00 Budget authority	-712	-731	-683
90.00 Outlays	-773	-731	-683

Status of Direct Loans (in millions of dollars)

Identification code 12-4141-0-3-371	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	10,321	9,865	9,492
1251 Repayments: Repayments and prepayments	-374	-359	-346
1261 Adjustments: Capitalized interest	8	8	7
1263 Write-offs for default: Direct loans	-36	-30	-28
1264 Other adjustments, net (+ or -)	-54 ¹	8	6
1290 Outstanding, end of year	9,865	9,492	9,131

¹Includes Advances on behalf of borrowers, Principal Subsidy, and Principal Adjustments Due to Deposit Fund at time of Distribution

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4141-0-3-371	2009 actual	2010 est.	2011 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	3	3	3
2251 Repayments and prepayments			-1
2290 Outstanding, end of year	3	3	2
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	3	3	2

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. New loan activity in 1992 and beyond is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-4141-0-3-371	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	167	120
1601 Direct loans, gross	10,321	9,865
1602 Interest receivable	738	743
1603 Allowance for estimated uncollectible loans and interest (-)	-5,495	-5,317
1604 Direct loans and interest receivable, net	5,564	5,291
1606 Foreclosed property	33	33
1699 Value of assets related to direct loans	5,597	5,324
1901 Other Federal assets: Other assets	3	3
1999 Total assets	5,767	5,447
LIABILITIES:		
Federal liabilities:		
2102 Interest payable	1	1
2103 Debt	114	
2104 Resources payable to Treasury	5,638	5,443
2207 Non-Federal liabilities: Other	14	3
2999 Total liabilities	5,767	5,447
4999 Total liabilities and net position	5,767	5,447

Object Classification (in millions of dollars)

Identification code 12-4141-0-3-371	2009 actual	2010 est.	2011 est.
Direct obligations:			

25.2 Other services	5	4	3
33.0 Investments and loans	35	32	29
99.9 Total new obligations	40	36	32

RURAL BUSINESS—COOPERATIVE SERVICE**Federal Funds****ENERGY ASSISTANCE PAYMENTS****Program and Financing (in millions of dollars)**

Identification code 12-2073-0-1-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.10 Energy Assistance Payments		145	85
10.00 Total new obligations (object class 41.0)		145	85
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		90	
22.00 New budget authority (gross)	90	55	85
23.90 Total budgetary resources available for obligation	90	145	85
23.95 Total new obligations		-145	-85
24.40 Unobligated balance carried forward, end of year	90		

New budget authority (gross), detail:

Mandatory:			
62.00 Transferred from other accounts	90	55	85

Change in obligated balances:

72.40 Obligated balance, start of year			108
73.10 Total new obligations		145	85
73.20 Total outlays (gross)		-37	-129
74.40 Obligated balance, end of year		108	64

Outlays (gross), detail:

86.97 Outlays from new mandatory authority		14	21
86.98 Outlays from mandatory balances		23	108
87.00 Total outlays (gross)		37	129

Net budget authority and outlays:

89.00 Budget authority	90	55	85
90.00 Outlays		37	129

The purpose of the program is to provide payments to eligible agricultural producers to support and ensure an expanding production of advanced biofuels. For 2011, the program will receive \$85,000,000 in mandatory funds. This program is authorized pursuant section 9005 of the Farm Security and Rural Investment Act of 2002, as amended by the Food, Conservation and Energy Act of 2008.

RURAL EMPOWERMENT ZONES AND ENTERPRISE COMMUNITIES GRANTS**Program and Financing (in millions of dollars)**

Identification code 12-0402-0-1-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Rural empowerment zones and enterprise community grants	9		
10.00 Total new obligations (object class 41.0)	9		
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1		
22.00 New budget authority (gross)	8		
23.90 Total budgetary resources available for obligation	9		
23.95 Total new obligations	-9		
24.40 Unobligated balance carried forward, end of year			

New budget authority (gross), detail:

Discretionary:

40.00	Appropriation	8		
Change in obligated balances:				
72.40	Obligated balance, start of year	22	15	5
73.10	Total new obligations	9		
73.20	Total outlays (gross)	-16	-10	-3
74.40	Obligated balance, end of year	15	5	2
Outlays (gross), detail:				
86.93	Outlays from discretionary balances	16	10	3
Net budget authority and outlays:				
89.00	Budget authority	8		
90.00	Outlays	16	10	3

The Empowerment Zone/Enterprise Community (EZ/EC) initiative's authorization expired December 2009. No funding is requested in 2011 .

RURAL COOPERATIVE DEVELOPMENT GRANTS

For rural cooperative development grants authorized under section 310B(e) of the Consolidated Farm and Rural Development Act (7 U.S.C. 1932), [\$34,854,000, of which \$300,000 shall be for a cooperative research agreement with a qualified academic institution to conduct research on the national economic impact of all types of cooperatives; and] \$40,054,000, of which \$2,800,000 shall be for cooperative agreements for the appropriate technology transfer for rural areas program: *Provided*, That not to exceed \$3,463,000 shall be for cooperatives or associations of cooperatives whose primary focus is to provide assistance to small, socially disadvantaged producers and whose governing board and/or membership is comprised of at least 75 percent socially disadvantaged members; and of which \$20,367,000, to remain available until expended, shall be for value-added agricultural product market development grants, as authorized by section 231 of the Agricultural Risk Protection Act of 2000 (7 U.S.C. 1621 note). (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1900-0-1-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Rural Cooperative Development Grants	6	12	17
00.10 Value-added Agricultural Product Marketing (mandatory)	1	16	
00.11 Value added Agricultural Product Marketing (discretionary)		27	20
00.12 Appropriate Technology Transfer for Rural Areas	3	3	3
00.13 General Provision 732(1) and 728(1)	2	3	
10.00 Total new obligations (object class 41.0)	12	61	40
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	23	
22.00 New budget authority (gross)	30	38	40
22.10 Resources available from recoveries of prior year obligations	3		
23.90 Total budgetary resources available for obligation	35	61	40
23.95 Total new obligations	-12	-61	-40
24.40 Unobligated balance carried forward, end of year	23		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	15	38	40
Mandatory:			
62.00 Transferred from other accounts	15		
70.00 Total new budget authority (gross)	30	38	40
Change in obligated balances:			
72.40 Obligated balance, start of year	45	27	66
73.10 Total new obligations	12	61	40
73.20 Total outlays (gross)	-27	-22	-37
73.45 Recoveries of prior year obligations	-3		
74.40 Obligated balance, end of year	27	66	69

Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	1	5	4
86.93	Outlays from discretionary balances	25	15	23
86.97	Outlays from new mandatory authority	1		
86.98	Outlays from mandatory balances		2	10
87.00	Total outlays (gross)	27	22	37
<hr/>				
Net budget authority and outlays:				
89.00	Budget authority	30	38	40
90.00	Outlays	27	22	37

Grants for rural cooperative development were authorized under section 310B(e) of the Consolidated Farm and Rural Development Act by Public Law 104-127, April 4, 1996. These grants are made available to nonprofit corporations and institutions of higher education to fund the establishment and operation of centers for rural cooperative development.

In 2006, the Rural Business Service began a separate solicitation for the Small Minority Producer Grant. These grants provide assistance to small, minority producers through cooperatives and associations of cooperatives. The program is funded at \$3,463,000.

The Appropriate Technology Transfer to Rural Areas (ATTRA) program was first authorized by the Food Security Act of 1985. The program provides information and technical assistance to agricultural producers to adopt sustainable agricultural practices that are environmentally friendly and lower production costs. The program is funded at \$2,800,000.

Additionally, USDA provides Value- Added Marketing Grants for producers of agricultural commodities. These grants can be used for planning activities and for working capital for marketing value-added agricultural products. The program is funded at \$20,367,000.

RURAL ECONOMIC DEVELOPMENT GRANTS

Program and Financing (in millions of dollars)

Identification code 12-3105-0-1-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Rural economic development grants	10	10	10
00.02 Subsidy	7	4	4
10.00 Total new obligations (object class 41.0)	17	14	14
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	52	105	134
22.00 New budget authority (gross)	70	43	-16
23.90 Total budgetary resources available for obligation	122	148	118
23.95 Total new obligations	-17	-14	-14
24.40 Unobligated balance carried forward, end of year	105	134	104
New budget authority (gross), detail:			
Discretionary:			
40.36 Unobligated balance permanently reduced			-103
Mandatory:			
60.36 Unobligated balance permanently reduced	-20	-44	
69.00 Offsetting collections (cash)	87	87	87
69.00 Offsetting collections (cash)			
69.10 Change in uncollected customer payments from Federal sources (unexpired)	3		
69.90 Spending authority from offsetting collections (total mandatory)	90	87	87
70.00 Total new budget authority (gross)	70	43	-16
Change in obligated balances:			
72.40 Obligated balance, start of year	7	5	1
73.10 Total new obligations	17	14	14
73.20 Total outlays (gross)	-16	-18	87
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-3		

RURAL ECONOMIC DEVELOPMENT GRANTS—Continued
Program and Financing—Continued

Identification code 12-3105-0-1-452	2009 actual	2010 est.	2011 est.
74.40 Obligated balance, end of year	5	1	102
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority			-103
86.97 Outlays from new mandatory authority	1	2	2
86.98 Outlays from mandatory balances	15	16	14
87.00 Total outlays (gross)	16	18	-87
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-78	-78	-78
88.40 Non-Federal sources	-9	-9	-9
88.90 Total, offsetting collections (cash)	-87	-87	-87
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-3		
Net budget authority and outlays:			
89.00 Budget authority	-20	-44	-103
90.00 Outlays	-71	-69	-174

This grant program is authorized under section 313 of the Rural Electrification Act, as amended, and provides funds for the purpose of promoting rural economic development and job creation projects, including funding for project feasibility studies, start-up costs, incubator projects and other expenses for the purpose of fostering rural development.

Funding for this program is provided from the interest differential on Rural Utilities Service borrowers' "cushion of credit" accounts. The Budget proposes a cancellation of \$103 million, or all available balances, from the "cushion of credit" account in 2011, \$10 million is proposed for rural economic development grants, and \$5.924 million is for loan subsidy.

RURAL MICROENTERPRISE INVESTMENT PROGRAM ACCOUNT

For the cost of loans and grants, **[\$5,000,000] \$7,700,000** as authorized by section 379E of the Consolidated Farm and Rural Development Act (7 U.S.C. 1981 et seq.): *Provided*, That such costs of loans, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974.

Program and Financing (in millions of dollars)

Identification code 12-1955-0-1-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct Loan Subsidy		6	9
00.11 Grants		7	3
10.00 Total new obligations (object class 41.0)		13	12
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		4	
22.00 New budget authority (gross)	4	9	12
23.90 Total budgetary resources available for obligation	4	13	12
23.95 Total new obligations		-13	-12
24.40 Unobligated balance carried forward, end of year	4		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation		5	8
Mandatory:			
62.00 Transferred from other accounts	4	4	4
70.00 Total new budget authority (gross)	4	9	12

Change in obligated balances:

72.40 Obligated balance, start of year			12
73.10 Total new obligations		13	12
73.20 Total outlays (gross)		-1	-8
74.40 Obligated balance, end of year		12	16

Outlays (gross), detail:

86.90 Outlays from new discretionary authority			1
86.93 Outlays from discretionary balances			3
86.98 Outlays from mandatory balances		1	4
87.00 Total outlays (gross)		1	8

Net budget authority and outlays:

89.00 Budget authority	4	9	12
90.00 Outlays		1	8

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-1955-0-1-452	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Rural Microenterprise Direct Loans		29	30
115999 Total direct loan levels		29	30
Direct loan subsidy (in percent):			
132001 Rural Microenterprise Direct Loans	0.00	21.13	29.12
132999 Weighted average subsidy rate	0.00	21.13	29.12
Direct loan subsidy budget authority:			
133001 Rural Microenterprise Direct Loans		6	9
133999 Total subsidy budget authority		6	9
Direct loan subsidy outlays:			
134001 Rural Microenterprise Direct Loans			4
134999 Total subsidy outlays			4

This program provides microentrepreneurs with the skills necessary to establish new rural microenterprises, as well as support these types of businesses with technical and financial assistance. The program provides loans and grants to intermediaries that assist microentrepreneurs. For 2011, the program is funded at \$4,000,000 in mandatory funds and \$7,700,000 in discretionary funds. The program is authorized pursuant to section 6022 of Public Law 110-246.

RURAL MICROENTERPRISE INVESTMENT DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4354-0-3-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loans		29	30
00.02 Interest on Treasury borrowing		1	1
10.00 Total new obligations		30	31
Budgetary resources available for obligation:			
22.00 New financing authority (gross)		30	31
23.95 Total new obligations		-30	-31
24.40 Unobligated balance carried forward, end of year			
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow		24	22
69.00 Offsetting collections (cash)			4
69.10 Change in uncollected customer payments from Federal sources (unexpired)		6	5
69.90 Spending authority from offsetting collections (total mandatory)		6	9
70.00 Total new financing authority (gross)		30	31
Change in obligated balances:			
72.40 Obligated balance, start of year			22
73.10 Total new obligations		30	31
73.20 Total financing disbursements (gross)		-2	-17

74.00	Change in uncollected customer payments from Federal sources (unexpired)	-6	-5
74.40	Obligated balance, end of year	22	31
Outlays (gross), detail:			
87.00	Total financing disbursements (gross)	2	17
Offsets:			
Against gross financing authority and financing disbursements:			
88.00	Offsetting collections (cash) from: Federal sources		-4
Against gross financing authority only:			
88.95	Change in receivables from program accounts	-6	-5
Net financing authority and financing disbursements:			
89.00	Financing authority	24	22
90.00	Financing disbursements	2	13

Status of Direct Loans (in millions of dollars)

Identification code 12-4354-0-3-452	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans		
1131	Direct loan obligations exempt from limitation	29	30
1150	Total direct loan obligations	29	30
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year		1
1231	Disbursements: Direct loan disbursements	1	17
1251	Repayments: Repayments and prepayments		
1290	Outstanding, end of year	1	18

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligations. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Rural Microenterprise Investment Program Account.

RURAL BUSINESS PROGRAM ACCOUNT
(INCLUDING TRANSFERS OF FUNDS)

For the cost of loan guarantees and grants, for the rural business development programs authorized by sections 306 and 310B and described in sections 310B(f) and 381E(d)(3) of the Consolidated Farm and Rural Development Act, [\$97,116,000] \$81,526,000, to remain available until expended: *Provided*, That of the amount appropriated under this heading, not to exceed \$500,000 shall be made available for a grant to a qualified national organization to provide technical assistance for rural transportation in order to promote economic development [and \$2,979,000 shall be for grants to the Delta Regional Authority (7 U.S.C. 2009aa et seq.) for any Rural Community Advancement Program purpose as described in section 381E(d) of the Consolidated Farm and Rural Development Act, of which not more than 5 percent may be used for administrative expenses]; *Provided further*, That [\$4,000,000] \$3,010,000 of the amount appropriated under this heading shall be for business grants to benefit Federally Recognized Native American Tribes, including \$250,000 for a grant to a qualified national organization to provide technical assistance for rural transportation in order to promote economic development: *Provided further*, That of the amount appropriated under this heading, the amount equal to the amount of Rural Business Program Account funds allocated by the Secretary for Rural Economic Area Partnership Zones for the fiscal year [2009] 2010, shall be available through June 30, [2010] 2011, for communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones for the rural business and cooperative development programs described in section 381E(d)(3) of the Consolidated Farm and Rural Development Act: *Provided further*, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to funds made available under this heading: *Provided further*, That any prior balances in the Rural Development, Rural Community Advancement Program account for programs authorized by sections 306 and 310B and described in sections 310B(f)

and 381E(d)(3) of such Act be transferred and merged with this account and any other prior balances from the Rural Development, Rural Community Advancement Program account that the Secretary determines is appropriate to transfer. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1902-0-1-452	2009 actual	2010 est.	2011 est.	
Obligations by program activity:				
00.02	Guaranteed loan subsidy	56	184	40
00.05	Reestimate of Direct Loan Subsidy	3	2	.....
00.06	Interest on Reestimate of Direct Loan Subsidy	1	2	.....
00.07	Reestimate of Guaranteed Loan Subsidy	17	44	.....
00.08	Interest on Reestimates of Guaranteed Loan Subsidy	14	13	.....
00.10	Rural Business Enterprise Grants	42	44	39
00.11	Rural Business Enterprise Emergency Supplemental Grants	5	.....	.....
00.12	Rural Business Opportunity Grants	3	3	3
00.13	Rural Business Enterprise Grants - ARRA	15	4	.....
00.14	Administrative Expenses - ARRA	5	.....	.....
00.15	Administrative Expenses 2008 Disasters	1	.....	.....
10.00	Total new obligations	162	296	82
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	9	158	20
22.00	New budget authority (gross)	272	158	62
22.10	Resources available from recoveries of prior year obligations	14	.....	.....
22.22	Unobligated balance transferred from other accounts	25	.....	.....
23.90	Total budgetary resources available for obligation	320	316	82
23.95	Total new obligations	-162	-296	-82
24.40	Unobligated balance carried forward, end of year	158	20	.....
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	237	97	82
40.36	Unobligated balance permanently reduced .....	.....	.....	-20
43.00	Appropriation (total discretionary)	237	97	62
Mandatory:				
60.00	Appropriation	35	61	.....
70.00	Total new budget authority (gross)	272	158	62
Change in obligated balances:				
72.40	Obligated balance, start of year	116	130	210
73.10	Total new obligations	162	296	82
73.20	Total outlays (gross)	-134	-216	-152
73.45	Recoveries of prior year obligations	-14	.....	.....
74.40	Obligated balance, end of year	130	210	140
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	47	30	23
86.93	Outlays from discretionary balances	52	125	129
86.97	Outlays from new mandatory authority	35	61	.....
87.00	Total outlays (gross)	134	216	152
Net budget authority and outlays:				
89.00	Budget authority	272	158	62
90.00	Outlays	134	216	152

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-1902-0-1-452		2009 actual	2010 est.	2011 est.
Direct loan upward reestimates:				
135004	Business and Industry Loans	4	4	.....
135999	Total upward reestimate budget authority	4	4	.....
Direct loan downward reestimates:				
137004	Business and Industry Loans	-15	-11	.....
137999	Total downward reestimate budget authority	-15	-11	.....
Guaranteed loan levels supportable by subsidy budget authority:				
215004	Business and Industry Emergency Supplemental Loan Guarantees	246	163	.....
215005	North American Development Bank Loan Guarantees		5	.....
215006	Guaranteed Business and Industry Loans - ARRA	49	1,523	
215007	Business and Industry Loan Guarantees	949	993	942

RURAL BUSINESS PROGRAM ACCOUNT—Continued

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program—Continued

Identification code 12-1902-0-1-452	2009 actual	2010 est.	2011 est.
215999 Total loan guarantee levels	1,244	2,684	942
Guaranteed loan subsidy (in percent):			
232004 Business and Industry Emergency Supplemental Loan Guarantees	4.35	5.33	0.00
232005 North American Development Bank Loan Guarantees	10.36	7.96	0.00
232006 Guaranteed Business and Industry Loans - ARRA	7.34	8.04	0.00
232007 Business and Industry Loan Guarantees	4.35	5.33	4.28
232999 Weighted average subsidy rate	4.47	6.87	4.28
Guaranteed loan subsidy budget authority:			
233004 Business and Industry Emergency Supplemental Loan Guarantees	11	9	.....
233006 Guaranteed Business and Industry Loans - ARRA	4	122	.....
233007 Business and Industry Loan Guarantees	41	53	40
233999 Total subsidy budget authority	56	184	40
Guaranteed loan subsidy outlays:			
234004 Business and Industry Emergency Supplemental Loan Guarantees	10	4	3
234006 Guaranteed Business and Industry Loans - ARRA .....	.....	58	50
234007 Business and Industry Loan Guarantees	31	23	39
234999 Total subsidy outlays	41	85	92
Guaranteed loan upward reestimates:			
235005 North American Development Bank Loan Guarantees	4	1	.....
235007 Business and Industry Loan Guarantees	27	56	.....
235999 Total upward reestimate budget authority	31	57	.....
Guaranteed loan downward reestimates:			
237004 Business and Industry Emergency Supplemental Loan Guarantees	-6	.....	.....
237005 North American Development Bank Loan Guarantees	-3	-2	.....
237007 Business and Industry Loan Guarantees	-26	-2	.....
237999 Total downward reestimate subsidy budget authority	-35	-4	.....
Administrative expense data:			
3510 Budget authority	6	.....	.....
3580 Outlays from balances	1	.....	.....
3590 Outlays from new authority	5	.....	.....

This account funds direct and guaranteed business and industry loans, rural business enterprise grants, and rural business opportunity grants. Business and industry guaranteed and direct loans are authorized under section 310B(a)(1) of the Consolidated Farm and Rural Development, as amended. These loans are made to public, private or cooperative organizations, Indian tribes or tribal groups, corporate entities, or individuals for the purpose of improving the economic climate in rural areas. For direct loans no funds were requested or provided since 2002, and no funds are requested in the budget. The 2011 projections for loan guarantees are \$942 million. Funding provided in this account for the rural business enterprise grants is \$38.7 million and for rural business opportunity grants \$2.5 million.

Object Classification (in millions of dollars)

Identification code 12-1902-0-1-452	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	6	.....	.....
41.0 Grants, subsidies, and contributions	156	296	82
99.9 Total new obligations	162	296	82

RURAL BUSINESS AND INDUSTRY DIRECT LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4223-0-3-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Interest on Treasury borrowings	2	1	1

01.00 Direct Program by Activities - Subtotal (running)	2	1	1
08.02 Subsidy reestimate paid to receipt account	8	7	.....
08.04 Interest on reestimate paid to receipt account	7	4	.....
08.91 Direct Program by Activities - Subtotal (1 level)	15	11	.....
10.00 Total new obligations	17	12	1

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	22	9	.....
22.00 New financing authority (gross)	11	9	1
22.60 Portion applied to repay debt	-7	-6	.....
23.90 Total budgetary resources available for obligation	26	12	1
23.95 Total new obligations	-17	-12	-1
24.40 Unobligated balance carried forward, end of year	9	.....	.....

New financing authority (gross), detail:

Mandatory:			
67.10 Authority to borrow	2	.....	.....
69.00 Offsetting collections (cash)	9	9	4
69.27 Capital transfer to general fund .....	.....	.....	-3
69.90 Spending authority from offsetting collections (total mandatory)	9	9	1
70.00 Total new financing authority (gross)	11	9	1

Change in obligated balances:

73.10 Total new obligations	17	12	1
73.20 Total financing disbursements (gross)	-17	-12	-1

Outlays (gross), detail:

87.00 Total financing disbursements (gross)	17	12	1
---	----	----	---

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-4	-4	.....
88.25 Interest on uninvested funds	-1	-1	-1
88.40 Repayments of principal	-2	-3	-2
88.40 Interest received on loans	-2	-1	-1
88.90 Total, offsetting collections (cash)	-9	-9	-4

Net financing authority and financing disbursements:

89.00 Financing authority	2	.....	-3
90.00 Financing disbursements	8	3	-3

Status of Direct Loans (in millions of dollars)

Identification code 12-4223-0-3-452	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	35	29	23
1251 Repayments: Repayments and prepayments	-2	-3	-2
1263 Write-offs for default: Direct loans	-4	-3	-2
1290 Outstanding, end of year	29	23	19

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Rural Business and Industry Program Account. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4223-0-3-452	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	22	8
Investments in US securities:		
1106 Receivables, net .....	.....	-1
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	35	30
1405 Allowance for subsidy cost (-)	-25	-10
1499 Net present value of assets related to direct loans	10	20

1999	Total assets	32	27
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	32	27
2999	Total liabilities	32	27
4999	Total liabilities and net position	32	27

RURAL BUSINESS AND INDUSTRY GUARANTEED LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4227-0-3-452	2009 actual	2010 est.	2011 est.	
Obligations by program activity:				
00.01	Default claims	18	22	29
00.02	Interest to Treasury	4	4	4
00.05	Purchase from Secondary Market	72	44	88
00.06	Guaranteed Debt Offset	9		
00.91	Direct Program by Activities - Subtotal (1 level)	103	70	121
08.02	Subsidy reestimates paid to receipt account	28	3	
08.04	Interest on downward reestimates	7	1	
08.91	Direct Program by Activities - Subtotal (1 level)	35	4	
10.00	Total new obligations	138	74	121
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	254	238	
22.00	New financing authority (gross)	148	74	121
22.60	Portion applied to repay debt	-26	-238	
23.90	Total budgetary resources available for obligation	376	74	121
23.95	Total new obligations	-138	-74	-121
24.40	Unobligated balance carried forward, end of year	238		
New financing authority (gross), detail:				
Mandatory:				
67.10	Authority to borrow	21		
69.00	Offsetting collections (cash)	120	196	146
69.10	Change in uncollected customer payments from Federal sources (unexpired)	7		
69.27	Capital transfer to general fund		-122	-25
69.90	Spending authority from offsetting collections (total mandatory)	127	74	121
70.00	Total new financing authority (gross)	148	74	121
Change in obligated balances:				
72.40	Obligated balance, start of year		-7	
73.10	Total new obligations	138	74	121
73.20	Total financing disbursements (gross)	-138	-67	-121
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-7		
74.40	Obligated balance, end of year	-7		
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)	138	67	121
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources	-73	-142	-92
88.25	Interest on uninvested funds	-9	-10	-10
88.40	Interest and principal on purchased loans from secondary market	-16	-20	-23
88.40	Guarantee fees	-19	-24	-21
88.40	Other Actual Business-Type Collections, Non-Federal	-3		
88.90	Total, offsetting collections (cash)	-120	-196	-146
Against gross financing authority only:				
88.95	Change in receivables from program accounts	-7		
Net financing authority and financing disbursements:				
89.00	Financing authority	21	-122	-25
90.00	Financing disbursements	18	-129	-25

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4227-0-3-452		2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders			
2131	Guaranteed loan commitments exempt from limitation	1,245	2,683	942
2150	Total guaranteed loan commitments	1,245	2,683	942
2199	Guaranteed amount of guaranteed loan commitments	996	2,147	754
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	3,750	4,351	5,837
2231	Disbursements of new guaranteed loans	1,081	1,997	1,722
2251	Repayments and prepayments	-364	-435	-582
Adjustments:				
2261	Terminations for default that result in loans receivable	-72	-44	-87
2263	Terminations for default that result in claim payments	-27	-32	-37
2264	Other adjustments, net	-17		
2290	Outstanding, end of year	4,351	5,837	6,853
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	3,480	4,669	5,480
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2331	Disbursements for guaranteed loan claims			

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Rural Business and Industry Program Account. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account. The account finances loan guarantee commitments for business development in rural areas.

Balance Sheet (in millions of dollars)

Identification code 12-4227-0-3-452		2008 actual	2009 actual
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	254	231
Investments in US securities:			
1106	Receivables, net	123	173
1999	Total assets	377	404
LIABILITIES:			
Federal liabilities:			
2104	Resources payable to Treasury	60	55
2105	Other	33	5
2204	Non-Federal liabilities: Liabilities for loan guarantees	284	344
2999	Total liabilities	377	404
4999	Total liabilities and net position	377	404

RURAL DEVELOPMENT LOAN FUND PROGRAM ACCOUNT

(INCLUDING TRANSFER OF FUNDS)

For the principal amount of direct loans, as authorized by the Rural Development Loan Fund (42 U.S.C. 9812(a)), **[\$33,536,000] \$36,376,000.**

For the cost of direct loans, **[\$8,464,000] \$14,034,000**, as authorized by the Rural Development Loan Fund (42 U.S.C. 9812(a)), of which \$1,035,000 shall be available through June 30, **[2010] 2011**, for Federally Recognized Native American Tribes and of which \$2,070,000 shall be available through June 30, **[2010] 2011**, for Mississippi Delta Region counties (as determined in accordance with Public Law 100-460): *Provided*, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: *Provided further*, That of the total amount appropriated under this

RURAL DEVELOPMENT LOAN FUND PROGRAM ACCOUNT—Continued

heading, the amount equal to the amount of Rural Development Loan Fund Program Account funds allocated by the Secretary for Rural Economic Area Partnership Zones for the fiscal year [2009] 2010, shall be available through June 30, [2010] 2011, for communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones.

In addition, for administrative expenses to carry out the direct loan programs, [\$4,941,000] \$5,046,000 shall be [transferred to and merged with] paid to the appropriation for "Rural Development, Salaries and Expenses". (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–2069–0–1–452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan subsidy	14	8	14
00.05 Reestimates of direct loan subsidy	3		
00.06 Interest on reestimates of direct loan subsidy	1	1	
00.09 Administrative expense	5	5	5
10.00 Total new obligations	23	14	19
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	23	14	19
23.95 Total new obligations	–23	–14	–19
24.40 Unobligated balance carried forward, end of year			
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	19	13	19
Mandatory:			
60.00 Appropriation	4	1	
70.00 Total new budget authority (gross)	23	14	19
Change in obligated balances:			
72.40 Obligated balance, start of year	38	37	28
73.10 Total new obligations	23	14	19
73.20 Total outlays (gross)	–21	–23	–18
73.40 Adjustments in expired accounts (net)	–3		
74.40 Obligated balance, end of year	37	28	29
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	5	6	6
86.93 Outlays from discretionary balances	12	16	12
86.97 Outlays from new mandatory authority	4	1	
87.00 Total outlays (gross)	21	23	18
Net budget authority and outlays:			
89.00 Budget authority	23	14	19
90.00 Outlays	21	23	18

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12–2069–0–1–452	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Intermediary Relending Program	34	34	36
115999 Total direct loan levels	34	34	36
Direct loan subsidy (in percent):			
132001 Intermediary Relending Program	41.85	25.24	38.58
132999 Weighted average subsidy rate	41.85	25.24	38.58
Direct loan subsidy budget authority:			
133001 Intermediary Relending Program	14	9	14
133999 Total subsidy budget authority	14	9	14
Direct loan subsidy outlays:			
134001 Intermediary Relending Program	12	17	13
134999 Total subsidy outlays	12	17	13
Direct loan upward reestimates:			
135001 Intermediary Relending Program	4	1	
135999 Total upward reestimate budget authority	4	1	
Direct loan downward reestimates:			
137001 Intermediary Relending Program	–7	–5	

137999 Total downward reestimate budget authority	–7	–5	
Administrative expense data:			
3510 Budget authority	5	5	5
3590 Outlays from new authority	5	5	5

This account finances loans to intermediary borrowers, who, in turn, re-lend the funds to small rural businesses, community development corporations, and other organizations for the purpose of improving economic opportunities in rural areas. Through the use of local intermediaries, this program serves small-scale enterprises and gives preference to those communities with the greatest need. The Budget proposes \$14,034,000 in budget authority to support this program.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated in 1992 and beyond, as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Object Classification (in millions of dollars)

Identification code 12–2069–0–1–452	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	5	5	5
41.0 Grants, subsidies, and contributions	18	9	14
99.9 Total new obligations	23	14	19

RURAL DEVELOPMENT LOAN FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12–4219–0–3–452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loans	34	34	36
00.02 Interest on Treasury Borrowing	16	17	19
00.91 Direct Program by Activities - Subtotal	50	51	55
08.02 Downward subsidy reestimate paid to receipt account	6	4	
08.04 Interest on downward subsidy reestimate paid to receipt account	1	1	
08.91 Direct Program by Activities - Subtotal	7	5	
10.00 Total new obligations	57	56	55
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	3	
22.00 New financing authority (gross)	61	56	55
22.10 Resources available from recoveries of prior year obligations	5		
22.60 Portion applied to repay debt	–4	–3	
22.70 Balance of authority to borrow withdrawn	–3		
23.90 Total budgetary resources available for obligation	60	56	55
23.95 Total new obligations	–57	–56	–55
24.40 Unobligated balance carried forward, end of year	3		
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	36	30	22
69.00 Offsetting collections (cash)	41	43	39
69.10 Change in uncollected customer payments from Federal sources (unexpired)	–1	–9	1
69.47 Portion applied to repay debt	–15	–8	–7
69.90 Spending authority from offsetting collections (total mandatory)	25	26	33
70.00 Total new financing authority (gross)	61	56	55
Change in obligated balances:			
72.40 Obligated balance, start of year	48	49	51
73.10 Total new obligations	57	56	55
73.20 Total financing disbursements (gross)	–52	–63	–55

73.45	Recoveries of prior year obligations	-5		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	1	9	-1
74.40	Obligated balance, end of year	49	51	50
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)	52	63	55

Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Payments from program account	-16	-17	-13
88.25	Interest on uninvested funds	-2	-2	-2
88.40	Non-Federal sources - repayment of principal	-23	-20	-20
88.40	Non-Federal sources - interest on loans		-4	-4
88.90	Total, offsetting collections (cash)	-41	-43	-39
Against gross financing authority only:				
88.95	Change in receivables from program accounts	1	9	-1

Net financing authority and financing disbursements:				
89.00	Financing authority	21	22	15
90.00	Financing disbursements	11	20	16

Status of Direct Loans (in millions of dollars)

Identification code 12-4219-0-3-452	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	34	34	36
1150 Total direct loan obligations	34	34	36
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	420	439	460
1231 Disbursements: Direct loan disbursements	36	40	36
1251 Repayments: Repayments and prepayments	-17	-19	-20
1290 Outstanding, end of year	439	460	476

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12-4219-0-3-452	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	9	9
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	430	439
1402 Interest receivable	2	2
1405 Allowance for subsidy cost (-)	-162	-161
1499 Net present value of assets related to direct loans	270	280
1999 Total assets	279	289
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	279	289
2999 Total liabilities	279	289
4999 Total liabilities and net position	279	289

RURAL DEVELOPMENT LOAN FUND LIQUIDATING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-4233-0-3-452	2009 actual	2010 est.	2011 est.
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	4	4	4
69.27 Capital transfer to general fund	-4	-4	-4
69.90 Spending authority from offsetting collections (total mandatory)			

Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Loan repayments	-4	-4	-4
Net budget authority and outlays:			
89.00 Budget authority	-4	-4	-4
90.00 Outlays	-4	-4	-4

Status of Direct Loans (in millions of dollars)

Identification code 12-4233-0-3-452	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	38	35	32
1251 Repayments: Repayments and prepayments	-3	-3	-3
1290 Outstanding, end of year	35	32	29

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated prior to 1992. New loan activity in 1992 and beyond is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-4233-0-3-452	2008 actual	2009 actual
ASSETS:		
1601 Direct loans, gross	38	35
1603 Allowance for estimated uncollectible loans and interest (-)	-17	-16
1604 Direct loans and interest receivable, net	21	19
1699 Value of assets related to direct loans	21	19
1999 Total assets	21	19
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	21	19
2999 Total liabilities	21	19
4999 Total liabilities and net position	21	19

RURAL ECONOMIC DEVELOPMENT LOANS PROGRAM ACCOUNT

(INCLUDING [RESCISSION] CANCELLATION OF FUNDS)

For the principal amount of direct loans, as authorized under section 313 of the Rural Electrification Act, for the purpose of promoting rural economic development and job creation projects, \$33,077,000.

Of the funds derived from interest on the cushion of credit payments, as authorized by section 313 of the Rural Electrification Act of 1936, [\$44,463,000] \$103,000,000 shall not be obligated and [\$44,463,000] \$103,000,000 are [rescinded] hereby permanently cancelled. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12-3108-0-1-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan subsidy	7	4	6
00.05 Reestimates of direct loan subsidy	1	1	
00.06 Interest on reestimates of direct loan subsidy	1	2	
10.00 Total new obligations (object class 41.0)	9	7	6

Budgetary resources available for obligation:			
22.00 New budget authority (gross)	9	7	6
23.95 Total new obligations	-9	-7	-6
24.40 Unobligated balance carried forward, end of year			

New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	2	3	
69.00 Offsetting collections (cash)	7	4	6

RURAL ECONOMIC DEVELOPMENT LOANS PROGRAM ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-3108-0-1-452	2009 actual	2010 est.	2011 est.
70.00 Total new budget authority (gross)	9	7	6
Change in obligated balances:			
72.40 Obligated balance, start of year	7	10	10
73.10 Total new obligations	9	7	6
73.20 Total outlays (gross)	-6	-7	-7
74.40 Obligated balance, end of year	10	10	9
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	4	2	3
86.98 Outlays from mandatory balances	2	5	4
87.00 Total outlays (gross)	6	7	7
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-7	-4	-6
Net budget authority and outlays:			
89.00 Budget authority	2	3	.....
90.00 Outlays	-1	3	1

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-3108-0-1-452	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Rural Economic Development Loans	37	38	33
115999 Total direct loan levels	37	38	33
Direct loan subsidy (in percent):			
132001 Rural Economic Development Loans	20.89	13.05	17.91
132999 Weighted average subsidy rate	20.89	13.05	17.91
Direct loan subsidy budget authority:			
133001 Rural Economic Development Loans	8	5	6
133999 Total subsidy budget authority	8	5	6
Direct loan subsidy outlays:			
134001 Rural Economic Development Loans	5	8	7
134999 Total subsidy outlays	5	8	7
Direct loan upward reestimates:			
135001 Rural Economic Development Loans	2	3	.....
135999 Total upward reestimate budget authority	2	3	.....
Direct loan downward reestimates:			
137001 Rural Economic Development Loans	-3	-5	.....
137999 Total downward reestimate budget authority	-3	-5	.....

Rural economic development loans are made for the purpose of promoting rural economic development and job creation projects. Loans are made to electric and telecommunication borrowers, who, in turn, finance rural development projects in their service areas. Program costs are derived from interest earnings on borrowers' "cushion of credit" loan prepayments. The Budget proposes a loan level of \$33 million for this program in 2011.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated in 1992 and beyond. The subsidy amounts are estimated on a present value basis.

RURAL ECONOMIC DEVELOPMENT DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4176-0-3-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loans	37	38	33
00.02 Interest expense	5	6	6
00.91 Direct Program by Activities - Subtotal (1 level)	42	44	39

08.02 Direct Downward Reestimates	2	4	.....
08.04 Interest on downward reestimates	1	1	.....
08.91 Direct Program by Activities - Subtotal (1 level)	3	5	.....
10.00 Total new obligations	45	49	39
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	14	1	.....
22.00 New financing authority (gross)	45	49	39
22.10 Resources available from recoveries of prior year obligations	2	.....	.....
22.60 Portion applied to repay debt	-14	-1	.....
22.70 Balance of authority to borrow withdrawn	-1	.....	.....
23.90 Total budgetary resources available for obligation	46	49	39
23.95 Total new obligations	-45	-49	-39
24.40 Unobligated balance carried forward, end of year	1	.....	.....

New financing authority (gross), detail:

Mandatory:			
67.10 Authority to borrow	23	19	7
69.00 Offsetting collections (cash)	27	33	33
69.10 Change in uncollected customer payments from Federal sources (unexpired)	2	-3	-1
69.47 Portion applied to repay debt	-7	.....	.....
69.90 Spending authority from offsetting collections (total mandatory)	22	30	32
70.00 Total new financing authority (gross)	45	49	39

Change in obligated balances:

72.40 Obligated balance, start of year	24	34	32
73.10 Total new obligations	45	49	39
73.20 Total financing disbursements (gross)	-31	-54	-51
73.45 Recoveries of prior year obligations	-2	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-2	3	1
74.40 Obligated balance, end of year	34	32	21

Outlays (gross), detail:

87.00 Total financing disbursements (gross)	31	54	51
---	----	----	----

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal Funds: Program Account	-7	-11	-7
88.25 Interest on uninvested funds	-1	-2	-2
88.40 Non-Federal sources: Repayment of Principal	-19	-20	-24
88.90 Total, offsetting collections (cash)	-27	-33	-33
Against gross financing authority only:			
88.95 Change in receivables from program accounts	-2	3	1

Net financing authority and financing disbursements:

89.00 Financing authority	16	19	7
90.00 Financing disbursements	4	21	18

Status of Direct Loans (in millions of dollars)

Identification code 12-4176-0-3-452	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans	37	38	33
1150 Total direct loan obligations	37	38	33
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	100	105	129
1231 Disbursements: Direct loan disbursements	24	44	44
1251 Repayments: Repayments and prepayments	-19	-20	-24
1290 Outstanding, end of year	105	129	149

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12-4176-0-3-452	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	21	18
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	100	105
1405 Allowance for subsidy cost (-)	-13	-13
1499 Net present value of assets related to direct loans	87	92
1999 Total assets	108	110
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	108	110
2999 Total liabilities	108	110
4999 Total liabilities and net position	108	110

RURAL BUSINESS INVESTMENT PROGRAM ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-1907-0-1-452	2009 actual	2010 est.	2011 est.
Change in obligated balances:			
72.40 Obligated balance, start of year	4	4	3
73.20 Total outlays (gross)	-1	-1	-1
74.40 Obligated balance, end of year	4	3	2
Outlays (gross), detail:			
86.98 Outlays from mandatory balances	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	1	1	1

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-1907-0-1-452	2009 actual	2010 est.	2011 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Rural Business Investment Program	1		
215999 Total loan guarantee levels	1		
Guaranteed loan subsidy outlays:			
234001 Rural Business Investment Program	1	1	1
234999 Total subsidy outlays	1	1	1

The Rural Business Investment Program was authorized and provided mandatory funding by section 6029 of the Farm Security and Rural Investment Act of 2002, Public Law 107-171. The Deficit Reduction Act rescinded the unobligated balance and no funds are requested for 2011.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the loan guarantees committed in 1992 and beyond, as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

RURAL BUSINESS INVESTMENT PROGRAM GUARANTEE FINANCING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-4033-0-3-452	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	2	1
21.45 Adjustments to unobligated balance carried forward, start of year	-2	-2	-2
22.00 New financing authority (gross)	1	1	1
23.90 Total budgetary resources available for obligation	2	1	2

24.40	Unobligated balance carried forward, end of year	2	1	2
-------	--	---	---	---

New financing authority (gross), detail:

69.00	Mandatory:			
	Offsetting collections (cash)		1	1

Change in obligated balances:

72.40	Obligated balance, start of year	-2	-2	
72.45	Adjustment to obligated balance, start of year		2	
74.40	Obligated balance, end of year	-2		

Offsets:

88.00	Against gross financing authority and financing disbursements:			
	Offsetting collections (cash) from: Federal sources		-1	-1

Net financing authority and financing disbursements:

89.00	Financing authority			
90.00	Financing disbursements		-1	-1

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4033-0-3-452	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation			
2150 Total guaranteed loan commitments			
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year			14
2231 Disbursements of new guaranteed loans		14	10
2251 Repayments and prepayments			-1
2290 Outstanding, end of year		14	23
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year		11	18

Balance Sheet (in millions of dollars)

Identification code 12-4033-0-3-452	2008 actual	2009 actual
ASSETS:		
Federal assets: Investments in US securities:		
1106 Receivables, net	2	2
LIABILITIES:		
2204 Non-Federal liabilities: Liabilities for loan guarantees	2	2

RURAL ENERGY FOR AMERICA PROGRAM

For the cost of a program of loan guarantees and grants, under the same terms and conditions as authorized by section 9007 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 8107), \$39,340,000: *Provided*, That the cost of loan guarantees, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1908-0-1-451	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Guaranteed loan subsidy	7	49	39
00.07 Reestimates of guaranteed loan subsidy		2	
00.11 Grants	54	51	70
10.00 Total new obligations (object class 41.0)	61	102	109
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	61	102	109
23.95 Total new obligations	-61	-102	-109
24.40 Unobligated balance carried forward, end of year			

RURAL ENERGY FOR AMERICA PROGRAM—Continued
Program and Financing—Continued

Identification code 12–1908–0–1–451	2009 actual	2010 est.	2011 est.
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	5	40	39
Mandatory:			
60.00 Appropriation	1	2	.....
62.00 Transferred from other accounts	55	60	70
62.50 Appropriation (total mandatory)	56	62	70
70.00 Total new budget authority (gross)	61	102	109
Change in obligated balances:			
72.40 Obligated balance, start of year	74	93	171
73.10 Total new obligations	61	102	109
73.20 Total outlays (gross)	–27	–24	–69
73.40 Adjustments in expired accounts (net)	–15	.....	.....
74.40 Obligated balance, end of year	93	171	211
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority .....	.....	1	.....
86.93 Outlays from discretionary balances	27	17	27
86.97 Outlays from new mandatory authority .....	.....	4	2
86.98 Outlays from mandatory balances .....	.....	2	40
87.00 Total outlays (gross)	27	24	69
Net budget authority and outlays:			
89.00 Budget authority	61	102	109
90.00 Outlays	27	24	69

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12–1908–0–1–451	2009 actual	2010 est.	2011 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Renewable Energy Loan Guarantees	58	357	84
215999 Total loan guarantee levels	58	357	84
Guaranteed loan subsidy (in percent):			
232001 Renewable Energy Loan Guarantees	9.69	13.64	46.36
232999 Weighted average subsidy rate	9.69	13.64	46.36
Guaranteed loan subsidy budget authority:			
233001 Renewable Energy Loan Guarantees	6	49	39
233999 Total subsidy budget authority	6	49	39
Guaranteed loan subsidy outlays:			
234001 Renewable Energy Loan Guarantees .....	.....	5	18
234999 Total subsidy outlays .....	.....	5	18
Guaranteed loan upward reestimates:			
235001 Renewable Energy Loan Guarantees	1	2	.....
235999 Total upward reestimate budget authority	1	2	.....

The Rural Energy for America was formally the Renewable Energy Systems and Energy Efficiency Improvements, and is authorized under 7 U.S.C. 8106. This program provides loan guarantees, and grants to farmers, ranchers, and small rural businesses to purchase renewable energy systems and make energy efficiency improvements. \$39.3 million in discretionary funding is proposed in 2011 in addition to \$70 million in mandatory funds. This program is authorized pursuant to Section 9007 of the Farm Security and Rural Investment Act of 2002, as amended by the Food, Conservation and Energy Act of 2008.

RENEWABLE ENERGY GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12–4267–0–3–451	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 default claims	1

10.00	Total new obligations .....	.....	.....	1
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	6	12	14
21.45	Adjustments to unobligated balance carried forward, start of year .....	.....	–5	.....
22.00	New financing authority (gross)	6	7	17
23.90	Total budgetary resources available for obligation	12	14	31
23.95	Total new obligations .....	.....	.....	–1
24.40	Unobligated balance carried forward, end of year	12	14	30
New financing authority (gross), detail:				
Mandatory:				
69.00	Offsetting collections (cash)	1	7	17
69.10	Change in uncollected customer payments from Federal sources (unexpired)	5	.....	.....
69.90	Spending authority from offsetting collections (total mandatory)	6	7	17
Change in obligated balances:				
72.40	Obligated balance, start of year .....	.....	–5	.....
72.45	Adjustment to obligated balance, start of year .....	.....	5	.....
73.10	Total new obligations .....	.....	.....	1
74.00	Change in uncollected customer payments from Federal sources (unexpired)	–5	.....	.....
74.40	Obligated balance, end of year	–5	.....	1
Offsets:				
Against gross financing authority and financing disbursements:				
88.00	Offsetting collections (cash) from: Federal sources	–1	–7	–17
Against gross financing authority only:				
88.95	Change in receivables from program accounts	–5	.....	.....
Net financing authority and financing disbursements:				
89.00	Financing authority .....	.....	.....	.....
90.00	Financing disbursements	–1	–7	–17

Status of Guaranteed Loans (in millions of dollars)

Identification code 12–4267–0–3–451	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders .....	.....	.....
2131	Guaranteed loan commitments exempt from limitation	58	357
2150	Total guaranteed loan commitments	58	357
2199	Guaranteed amount of guaranteed loan commitments	45	280
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year	8	32
2231	Disbursements of new guaranteed loans	29	54
2251	Repayments and prepayments	–5	–21
2263	Adjustments: Terminations for default that result in claim payments .....	.....	.....
2290	Outstanding, end of year	32	65
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year	24	47

Balance Sheet (in millions of dollars)

Identification code 12–4267–0–3–451	2008 actual	2009 actual
ASSETS:		
1101	Federal assets: Fund balances with Treasury	6
1999	Total assets	6
LIABILITIES:		
2204	Non-Federal liabilities: Non-Federal loan guarantee liability	6
2999	Total liabilities	6
4999	Total liabilities and net position	6

BIOREFINERY ASSISTANCE PROGRAM ACCOUNT

For the cost of guaranteed loans \$17,300,000, as authorized by Section 9003 of the Food, Conservation and Energy Act of 2008, P.L. 110-246: Provided, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: Provided further, That these funds are available to subsidize total loan principal, any part of which is guaranteed, not to exceed \$51,000,000.

Program and Financing (in millions of dollars)

Identification code 12-3106-0-1-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Guaranteed subsidy	35	285	17
10.00 Total new obligations (object class 41.0)	35	285	17
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		40	
22.00 New budget authority (gross)	75	245	17
23.90 Total budgetary resources available for obligation	75	285	17
23.95 Total new obligations	-35	-285	-17
24.40 Unobligated balance carried forward, end of year	40		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			17
Mandatory:			
62.00 Transferred from other accounts	75	245	
70.00 Total new budget authority (gross)	75	245	17
Change in obligated balances:			
72.40 Obligated balance, start of year		35	288
73.10 Total new obligations	35	285	17
73.20 Total outlays (gross)		-32	-151
74.40 Obligated balance, end of year	35	288	154
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority			1
86.97 Outlays from new mandatory authority		12	
86.98 Outlays from mandatory balances		20	150
87.00 Total outlays (gross)		32	151
Net budget authority and outlays:			
89.00 Budget authority	75	245	17
90.00 Outlays		32	151

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-3106-0-1-452	2009 actual	2010 est.	2011 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Section 9003 Loan Guarantees	105	803	50
215999 Total loan guarantee levels	105	803	50
Guaranteed loan subsidy (in percent):			
232001 Section 9003 Loan Guarantees	33.34	35.47	34.70
232999 Weighted average subsidy rate	33.34	35.47	34.70
Guaranteed loan subsidy budget authority:			
233001 Section 9003 Loan Guarantees	35	285	17
233999 Total subsidy budget authority	35	285	17
Guaranteed loan subsidy outlays:			
234001 Section 9003 Loan Guarantees		32	149
234999 Total subsidy outlays		32	149

The Biorefinery Assistance Program provides loan guarantees to fund the development, construction, and retrofitting of commercial-scale advanced biorefineries. For 2011, the program is funded at \$17.3 million in discretionary funds. The Biorefinery Assistance Program is authorized under section 9003 of the Farm

Security and Rural Investment Act of 2002, as amended by the Food, Conservation and Energy Act of 2008.

BIOREFINERY ASSISTANCE GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4355-0-3-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Default claims			1
10.00 Total new obligations			1
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		35	34
21.45 Adjustments to unobligated balance carried forward, start of year		-35	
22.00 New financing authority (gross)	35	34	159
23.90 Total budgetary resources available for obligation	35	34	193
23.95 Total new obligations			-1
24.40 Unobligated balance carried forward, end of year	35	34	192
New financing authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)		34	159
69.10 Change in uncollected customer payments from Federal sources (unexpired)	35		
69.90 Spending authority from offsetting collections (total mandatory)	35	34	159
Change in obligated balances:			
72.40 Obligated balance, start of year		-35	
72.45 Adjustment to obligated balance, start of year		35	
73.10 Total new obligations			1
73.20 Total financing disbursements (gross)			-1
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-35		
74.40 Obligated balance, end of year	-35		
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)			1
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources		-32	-150
88.25 Interest on uninvested funds		-1	-3
88.40 Guaranteed Fees		-1	-6
88.90 Total, offsetting collections (cash)		-34	-159
Against gross financing authority only:			
88.95 Change in receivables from program accounts	-35		
Net financing authority and financing disbursements:			
89.00 Financing authority			
90.00 Financing disbursements		-34	-158

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4355-0-3-452	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation	105	803	50
2150 Total guaranteed loan commitments	105	803	50
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year			93
2231 Disbursements of new guaranteed loans		93	423
2251 Repayments and prepayments			-10
Adjustments:			
2261 Terminations for default that result in loans receivable			
2263 Terminations for default that result in claim payments			-1
2290 Outstanding, end of year		93	505

Memorandum:

BIOREFINERY ASSISTANCE GUARANTEED LOAN FINANCING
ACCOUNT—Continued
Status of Guaranteed Loans—Continued

Identification code 12-4355-0-3-452	2009 actual	2010 est.	2011 est.
2299 Guaranteed amount of guaranteed loans outstanding, end of year		83	454
Addendum:			
2331 Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
Disbursements for guaranteed loan claims			

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Biorefinery Assistance Program Account.

ALTERNATIVE AGRICULTURAL RESEARCH AND COMMERCIALIZATION
CORPORATION REVOLVING FUND

Program and Financing (in millions of dollars)

Identification code 12-4144-0-3-352	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

RURAL UTILITIES SERVICE

Federal Funds

HIGH ENERGY COST GRANTS

Program and Financing (in millions of dollars)

Identification code 12-2042-0-1-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 High energy cost grants	19	35	
10.00 Total new obligations (object class 41.0)	19	35	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	19	18	1
22.00 New budget authority (gross)	18	18	
23.90 Total budgetary resources available for obligation	37	36	1
23.95 Total new obligations	-19	-35	
24.40 Unobligated balance carried forward, end of year	18	1	1
New budget authority (gross), detail:			
42.00 Discretionary:			
Transferred from other accounts	18	18	
Change in obligated balances:			
72.40 Obligated balance, start of year	21	18	17
73.10 Total new obligations	19	35	
73.20 Total outlays (gross)	-22	-36	-9
74.40 Obligated balance, end of year	18	17	8
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	9	14	
86.93 Outlays from discretionary balances	13	22	9
87.00 Total outlays (gross)	22	36	9

Net budget authority and outlays:				
89.00	Budget authority	18	18	
90.00	Outlays	22	36	9

Funding has been provided since 2001 to support grants for areas that have high energy costs. These grants can be made to eligible entities or the Denali Commission to construct, extend, upgrade, and otherwise improve energy generation, transmission, or distribution facilities serving communities in which the average residential expenditure for home energy is at least 275 percent of the national average residential expenditure for home energy (as determined by the Energy Information Agency using the most recent data available). Grants are also available to establish and support a revolving fund to provide a more cost-effective means of purchasing fuel where the fuel cannot be shipped by means of surface transportation. The budget proposes no funding in 2011.

RURAL WATER AND WASTE DISPOSAL PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For the cost of direct loans, loan guarantees, and grants for the rural water, waste water, waste disposal, and solid waste management programs authorized by sections 306, 306A, 306C, 306D, 306E, and 310B and described in sections 306C(a)(2), 306D, 306E, and 381E(d)(2) of the Consolidated Farm and Rural Development Act, **[\$568,730,000]** \$534,414,000, to remain available until expended, of which not to exceed \$497,000 shall be available for the rural utilities program described in section 306(a)(2)(B) of such Act, and of which not to exceed \$993,000 shall be available for the rural utilities program described in section 306E of such Act: *Provided*, That **[\$70,000,000]** \$65,000,000 of the amount appropriated under this heading shall be for loans and grants including water and waste disposal systems grants authorized by 306C(a)(2)(B) and 306D of the Consolidated Farm and Rural Development Act, Federally-recognized Native American Tribes authorized by 306C(a)(1), and the Department of Hawaiian Home Lands (of the State of Hawaii): *Provided further*, That not less than \$65,000,000 of the unobligated balances available for grants authorized by 306D of the Consolidated Farm and Rural Development Act shall be obligated within 90 days of the enactment of this Act: *Provided further*, That not to exceed **[\$19,500,000]** \$19,000,000 of the amount appropriated under this heading shall be for technical assistance grants for rural water and waste systems pursuant to section 306(a)(14) of such Act, unless the Secretary makes a determination of extreme need, of which \$6,000,000 shall be made available for a grant to a qualified non-profit multi-state regional technical assistance organization, with experience in working with small communities on water and waste water problems, the principal purpose of such grant shall be to assist rural communities with populations of 3,300 or less, in improving the planning, financing, development, operation, and management of water and waste water systems, and of which not less than \$800,000 shall be for a qualified national Native American organization to provide technical assistance for rural water systems for tribal communities: *Provided further*, That not to exceed **[\$15,000,000]** \$14,000,000 of the amount appropriated under this heading shall be for contracting with qualified national organizations for a circuit rider program to provide technical assistance for rural water systems: *Provided further*, That of the amount appropriated under this heading, the amount equal to the amount of Rural Water and Waste Disposal Program Account funds allocated by the Secretary for Rural Economic Area Partnership Zones for the fiscal year **[2009]** 2010, shall be available through June 30, **[2010]** 2011, for communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones for the rural utilities programs described in section 381E(d)(2) of the Consolidated Farm and Rural Development Act: *Provided further*, That \$17,500,000 of the amount appropriated under this heading shall be transferred to, and merged with, the Rural Utilities Service, High Energy Cost Grants Account to provide grants authorized under section 19 of the Rural Electrification Act of 1936 (7 U.S.C. 918a): *Provided further*, That any prior year balances for high cost energy grants authorized by section 19 of the Rural Electrification Act of 1936 (7 U.S.C. 918a) shall be transferred to

and merged with the Rural Utilities Service, High Energy Costs Grants Account: **Provided further**, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to the funds made available under this heading: **Provided further**, That any prior balances in the Rural Development, Rural Community Advancement Program account programs authorized by sections 306, 306A, 306C, 306D, 306E, and 310B and described in sections 306C(a)(2), 306D, 306E, and 381E(d)(2) of such Act be transferred to and merged with this account and any other prior balances from the Rural Development, Rural Community Advancement Program account that the Secretary determines is appropriate to transfer. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12—1980—0—1—452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct Loan Subsidy	229	394	89
00.05 Reestimate of Direct Loan Subsidy	77	4	.....
00.06 Interest on Reestimate of Direct Loan Subsidy	85	8	.....
00.07 Reestimate of Guaranteed Loan Subsidy .....	.....	2	.....
00.10 Water and waste disposal systems grants	324	662	441
00.11 Water and waste disposal systems emergency supplemental grants	16	22	.....
00.12 Solid waste management grants	3	4	4
00.13 Emergency Community Water Assistance Grants	5	14	.....
00.14 Water and waste disposal systems grants - ARRA	590	349	.....
00.15 Administrative Expenses - ARRA	41	.....	.....
00.16 Administrative Expenses - 2008 Disasters .....	.....	1	.....
10.00 Total new obligations	1,370	1,460	534
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	111	895	.....
21.45 Adjustments to unobligated balance carried forward, start of year	1	.....	.....
22.00 New budget authority (gross)	2,080	565	534
22.10 Resources available from recoveries of prior year obligations	48	.....	.....
22.22 Unobligated balance transferred from other accounts	25	.....	.....
23.90 Total budgetary resources available for obligation	2,265	1,460	534
23.95 Total new obligations	-1,370	-1,460	-534
24.40 Unobligated balance carried forward, end of year	895	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	1,936	569	534
41.00 Transferred to other accounts	-18	-18	.....
43.00 Appropriation (total discretionary)	1,918	551	534
Mandatory:			
60.00 Appropriation	162	14	.....
70.00 Total new budget authority (gross)	2,080	565	534
Change in obligated balances:			
72.40 Obligated balance, start of year	2,117	2,692	3,172
73.10 Total new obligations	1,370	1,460	534
73.20 Total outlays (gross)	-747	-980	-1,086
73.45 Recoveries of prior year obligations	-48	.....	.....
74.40 Obligated balance, end of year	2,692	3,172	2,620
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	57	23	22
86.93 Outlays from discretionary balances	501	909	1,038
86.97 Outlays from new mandatory authority	162	14	.....
86.98 Outlays from mandatory balances	27	34	26
87.00 Total outlays (gross)	747	980	1,086
Net budget authority and outlays:			
89.00 Budget authority	2,080	565	534
90.00 Outlays	747	980	1,086

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12—1980—0—1—452	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Water and Waste Disposal Loans	554	1,782	1,036
115002 Water and Waste Disposal Emergency Supplemental Loans	18	62	.....

115003 Water and Waste Disposal Loans - ARRA	992	3,377	.....
115999 Total direct loan levels	1,564	5,221	1,036
Direct loan subsidy (in percent):			
132001 Water and Waste Disposal Loans	14.62	7.54	8.58
132002 Water and Waste Disposal Emergency Supplemental Loans	14.62	7.54	0.00
132003 Water and Waste Disposal Loans - ARRA	14.62	7.54	0.00
132999 Weighted average subsidy rate	14.62	7.54	8.58
Direct loan subsidy budget authority:			
133001 Water and Waste Disposal Loans	81	134	89
133002 Water and Waste Disposal Emergency Supplemental Loans	3	5	.....
133003 Water and Waste Disposal Loans - ARRA	145	255	.....
133999 Total subsidy budget authority	229	394	89
Direct loan subsidy outlays:			
134001 Water and Waste Disposal Loans	73	124	119
134002 Water and Waste Disposal Emergency Supplemental Loans .....	.....	1	2
134003 Water and Waste Disposal Loans - ARRA .....	.....	54	109
134999 Total subsidy outlays	73	179	230
Direct loan upward reestimates:			
135001 Water and Waste Disposal Loans	162	12	.....
135999 Total upward reestimate budget authority	162	12	.....
Direct loan downward reestimates:			
137001 Water and Waste Disposal Loans	-5	-158	.....
137999 Total downward reestimate budget authority	-5	-158	.....
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Water and Waste Disposal Loan Guarantees	2	75	75
215999 Total loan guarantee levels	2	75	75
Guaranteed loan subsidy (in percent):			
232001 Water and Waste Disposal Loan Guarantees	-0.82	-0.82	-0.85
232999 Weighted average subsidy rate	-0.82	-0.82	-0.85
Guaranteed loan subsidy budget authority:			
233001 Water and Waste Disposal Loan Guarantees .....	.....	-1	-1
233999 Total subsidy budget authority .....	.....	-1	-1
Guaranteed loan upward reestimates:			
235001 Water and Waste Disposal Loan Guarantees .....	.....	2	.....
235999 Total upward reestimate budget authority .....	.....	2	.....
Administrative expense data:			
3510 Budget authority	41	1	.....
3580 Outlays from balances .....	.....	1	.....
3590 Outlays from new authority	41	.....	.....

This account funds the direct and guaranteed water and waste disposal loans, water and waste disposal grants, emergency community water assistance grants, and solid waste management grants. Since the passage of the Federal Agriculture Improvement and Reform Act of 1996 provided for the consolidation of the funding for these programs as part of the Rural Community Advancement Program (RCAP). However, since 2008 appropriation acts have continued no funding in the RCAP account and instead, each funding stream is being appropriated separately in new accounts. This is the new account for the Water and Wastewater funding stream, which is the Rural Utilities Stream from the RCAP account. The 2011 budget continues this arrangement.

Water and waste disposal loans are authorized under 7 U.S.C. 1926. The program provides direct loans to municipalities, counties, special purpose districts, certain Indian Tribes, and non-profit corporations to develop water and waste disposal systems in rural areas and towns with populations of less than 10,000. The program also guarantees water and waste disposal loans made by banks and other eligible lenders. In 2011, the projected loan level is over \$1 billion for direct loans and \$75 million for guarantees.

Water and waste disposal grants are authorized under Section 306(a)(2) of the Consolidated Farm and Rural Development Act, as amended. Grants are authorized to be made to associations, including nonprofit corporations, municipalities, counties, public and quasi-public agencies, and certain Indian tribes. The grants can be used to finance development, storage, treatment, purification, or distribution of water or the collection, treatment, or

RURAL WATER AND WASTE DISPOSAL PROGRAM ACCOUNT—Continued
disposal of waste in rural areas and cities or towns with populations of less than 10,000. The amount of any development grant may not exceed 75 percent of the eligible development cost of the project. \$442 million is projected for this program in 2011.

Emergency community water assistance grants are authorized under Section 306A of the Consolidated Farm and Rural Development Act, as amended. Grants are made to public bodies and nonprofit organizations for construction or extension of water lines, repair or maintenance of existing systems, replacement of equipment, and payment of costs to correct emergency situations. These grants are funded on an as needed basis using flexibility of funds authority.

Solid waste management grants are authorized under Section 310B(b) of the Consolidated Farm and Rural Development Act, as amended. Grants are made to non-profit organizations to provide regional technical assistance to local and regional governments and related agencies for the purpose of reducing or eliminating pollution of water resources, and for improving the planning and management of solid waste disposal facilities. \$3.5 million is projected for this program in 2011.

Object Classification (in millions of dollars)

Identification code 12-1980-0-1-452	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	41	1	.....
41.0 Grants, subsidies, and contributions	1,329	1,459	534
99.9 Total new obligations	1,370	1,460	534

RURAL WATER AND WASTE DISPOSAL DIRECT LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4226-0-3-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
Operating program:			
00.01 Direct loans	1,564	5,221	1,036
00.02 Interest on Treasury borrowing	472	505	541
00.91 Direct Program by Activities - Subtotal	2,036	5,726	1,577
08.02 Subsidy reestimate paid to receipt account	5	129	.....
08.04 Interest on subsidy reestimate paid to receipt account .....	.....	29	.....
08.91 Direct Program by Activities - Subtotal (1 level)	5	158	.....
10.00 Total new obligations	2,041	5,884	1,577
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	72	145	.....
22.00 New financing authority (gross)	2,186	5,884	1,577
22.10 Resources available from recoveries of prior year obligations	116	.....	.....
22.60 Portion applied to repay debt	-82	-145	.....
22.70 Balance of authority to borrow withdrawn	-106	.....	.....
23.90 Total budgetary resources available for obligation	2,186	5,884	1,577
23.95 Total new obligations	-2,041	-5,884	-1,577
24.40 Unobligated balance carried forward, end of year	145	.....	.....
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	1,335	3,856	344
69.00 Offsetting collections (cash)	879	1,896	1,609
69.10 Change in uncollected customer payments from Federal sources (unexpired)	146	215	-141
69.47 Portion applied to repay debt	-174	-83	-235
69.90 Spending authority from offsetting collections (total mandatory)	851	2,028	1,233
70.00 Total new financing authority (gross)	2,186	5,884	1,577

Change in obligated balances:

72.40 Obligated balance, start of year	2,912	3,371	6,714
73.10 Total new obligations	2,041	5,884	1,577
73.20 Total financing disbursements (gross)	-1,320	-2,326	-2,964
73.45 Recoveries of prior year obligations	-116	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-146	-215	141
74.40 Obligated balance, end of year	3,371	6,714	5,468

Outlays (gross), detail:

87.00 Total financing disbursements (gross)	1,320	2,326	2,964
---	-------	-------	-------

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-235	-191	-230
88.25 Interest on uninvested funds	-44	-136	-110
88.40 Repayment of principal	-209	-688	-557
88.40 Interest Received on Loans	-389	-881	-712
88.40 Non-Federal sources	-2	.....	.....
88.90 Total, offsetting collections (cash)	-879	-1,896	-1,609
Against gross financing authority only:			
88.95 Change in receivables from program accounts	-146	-215	141

Net financing authority and financing disbursements:

89.00 Financing authority	1,161	3,773	109
90.00 Financing disbursements	441	430	1,355

Status of Direct Loans (in millions of dollars)

Identification code 12-4226-0-3-452	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	.....	.....	.....
1131 Direct loan obligations exempt from limitation	1,564	5,221	1,036
1150 Total direct loan obligations	1,564	5,221	1,036
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	8,583	9,218	10,193
1231 Disbursements: Direct loan disbursements	843	1,663	2,423
1251 Repayments: Repayments and prepayments	-209	-688	-557
1264 Other adjustments, net (+ or -)	1	.....	.....
1290 Outstanding, end of year	9,218	10,193	12,059

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of these loans is provided through the Rural Water and Waste Disposal Program Account. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4226-0-3-452	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	72	213
1106 Investments in US securities:		
Receivables, net	162	13
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	8,583	9,218
1402 Interest receivable	87	94
1405 Allowance for subsidy cost (-)	-828	-728
1499 Net present value of assets related to direct loans	7,842	8,584
1999 Total assets	8,076	8,810
LIABILITIES:		
Federal liabilities:		
2103 Debt	8,071	8,652
2105 Other	5	158
2999 Total liabilities	8,076	8,810

4999	Total liabilities and net position	8,076	8,810
------	--	-------	-------

RURAL WATER AND WASTE WATER DISPOSAL GUARANTEED LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4218-0-3-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Default Claims	1		
08.01 Negative subsidy		1	1
10.00 Total new obligations	1	1	1
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		1	2
22.00 New financing authority (gross)	2	2	
23.90 Total budgetary resources available for obligation	2	3	2
23.95 Total new obligations	-1	-1	-1
24.40 Unobligated balance carried forward, end of year	1	2	1
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	2		
69.00 Offsetting collections (cash)		2	
70.00 Total new financing authority (gross)	2	2	
Change in obligated balances:			
73.10 Total new obligations	1	1	1
73.20 Total financing disbursements (gross)	-1	-1	
74.40 Obligated balance, end of year			1
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	1	1	
Offsets:			
Against gross financing authority and financing disbursements:			
88.00 Offsetting collections (cash) from: Federal sources		-2	
Net financing authority and financing disbursements:			
89.00 Financing authority	2		
90.00 Financing disbursements	1	-1	

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4218-0-3-452	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation	2	75	75
2150 Total guaranteed loan commitments	2	75	75
2199 Guaranteed amount of guaranteed loan commitments	2	68	68
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	68	69	80
2231 Disbursements of new guaranteed loans	5	20	30
2251 Repayments and prepayments	-3	-9	-10
2263 Adjustments: Terminations for default that result in claim payments	-1		
2290 Outstanding, end of year	69	80	100
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	55	64	79

This account finances loan guarantee commitments for water systems, and waste disposal facilities in rural areas.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to

1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4218-0-3-452	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury		1
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury		2
2204 Non-Federal liabilities: Liabilities for loan guarantees		-1
2999 Total liabilities		1
4999 Total liabilities and net position		1

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS LOANS PROGRAM ACCOUNT

(INCLUDING TRANSFER OF FUNDS)

The principal amount of direct and guaranteed loans as authorized by sections 305 and 306 of the Rural Electrification Act of 1936 (7 U.S.C. 935 and 936) shall be made as follows: 5 percent rural electrification loans, \$100,000,000; loans made pursuant to section 306 of that Act, rural electric, **[\$6,500,000,000; guaranteed underwriting loans pursuant to section 313A, \$500,000,000] \$4,000,000,000**; 5 percent rural telecommunications loans, \$145,000,000; cost of money rural telecommunications loans, \$250,000,000; and for loans made pursuant to section 306 of that Act, rural telecommunications loans, \$295,000,000: *Provided, That*, notwithstanding section 6106(b) of the Food, Conservation, and Energy Act of 2008, a guaranteed underwriting loan may not be issued until the amendments to the Rural Electrification Act of 1936 contained in section 6106(a) of the Food, Conservation, and Energy Act of 2008 are administratively implemented **no funds made available under this paragraph shall be made available for construction, acquisition or improvement of fossil fueled electric generating plants (whether new or existing) unless such funds are made available for carbon sequestration systems.**

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, **[\$39,959,000] \$38,374,000**, which shall be **[transferred to and merged with] paid to** the appropriation for "Rural Development, Salaries and Expenses". (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1230-0-1-271	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan subsidy	1		
00.05 Reestimate of direct loan subsidy	462	371	
00.06 Interest on reestimates of direct loan subsidy	294	191	
00.09 Administrative expenses subject to limitation	39	40	38
10.00 Total new obligations	796	602	38
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	7	8	8
22.00 New budget authority (gross)	796	602	38
22.22 Unobligated balance transferred from other accounts	1		
23.90 Total budgetary resources available for obligation	804	610	46
23.95 Total new obligations	-796	-602	-38
24.40 Unobligated balance carried forward, end of year	8	8	8
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	40	40	38
Mandatory:			
60.00 Appropriation	756	562	
70.00 Total new budget authority (gross)	796	602	38
Change in obligated balances:			
72.40 Obligated balance, start of year	23	19	10
73.10 Total new obligations	796	602	38

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS LOANS PROGRAM
ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-1230-0-1-271	2009 actual	2010 est.	2011 est.
73.20 Total outlays (gross)	-799	-611	-42
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	19	10	6
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	39	40	38
86.93 Outlays from discretionary balances	4	9	4
86.97 Outlays from new mandatory authority	756	562	
87.00 Total outlays (gross)	799	611	42
Net budget authority and outlays:			
89.00 Budget authority	796	602	38
90.00 Outlays	799	611	42

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-1230-0-1-271	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Electric Hardship Loans	98	100	100
115004 FFB Electric Loans	6,500	6,500	4,000
115005 Telecommunication Hardship Loans	145	145	145
115006 Treasury Telecommunications Loans	250	250	250
115007 FFB Telecommunications Loans	295	295	295
115008 FFB Guaranteed Underwriting		500	
115999 Total direct loan levels	7,288	7,790	4,790
Direct loan subsidy (in percent):			
132001 Electric Hardship Loans	-2.38	-27.73	-7.38
132004 FFB Electric Loans	-2.28	-0.47	-4.43
132005 Telecommunication Hardship Loans	-1.76	-18.59	-7.37
132006 Treasury Telecommunications Loans	0.21	-0.43	-0.32
132007 FFB Telecommunications Loans	-0.94	-0.65	-4.65
132008 FFB Guaranteed Underwriting	0.00	-1.85	0.00
132999 Weighted average subsidy rate	-2.13	-1.25	-4.38
Direct loan subsidy budget authority:			
133001 Electric Hardship Loans	-2	-28	-7
133004 FFB Electric Loans	-148	-31	-177
133005 Telecommunication Hardship Loans	-3	-27	-11
133006 Treasury Telecommunications Loans	1	-1	-1
133007 FFB Telecommunications Loans	-3	-2	-14
133999 Total subsidy budget authority	-155	-88	-210
Direct loan subsidy outlays:			
134001 Electric Hardship Loans	1		-5
134002 Municipal Electric Loans	-1	1	
134004 FFB Electric Loans	-37	-63	-58
134005 Telecommunication Hardship Loans		4	-3
134006 Treasury Telecommunications Loans	1	1	1
134007 FFB Telecommunications Loans	-1	-1	-2
134011 Electric Loan Modifications	-16		
134999 Total subsidy outlays	-53	-58	-67
Direct loan upward reestimates:			
135001 Electric Hardship Loans	76	1	
135002 Municipal Electric Loans	89	13	
135003 Treasury Electric Loans	105	16	
135004 FFB Electric Loans	93	420	
135005 Telecommunication Hardship Loans	50	11	
135006 Treasury Telecommunications Loans	137	26	
135007 FFB Telecommunications Loans	12	26	
135008 FFB Guaranteed Underwriting	194	26	
135011 Electric Loan Modifications		23	
135999 Total upward reestimate budget authority	756	562	
Direct loan downward reestimates:			
137001 Electric Hardship Loans	-10	-17	
137002 Municipal Electric Loans	-28	-12	
137003 Treasury Electric Loans		-12	
137004 FFB Electric Loans	-319	-66	
137005 Telecommunication Hardship Loans	-5	-4	
137006 Treasury Telecommunications Loans	-1	-1	
137007 FFB Telecommunications Loans	-36	-1	
137008 FFB Guaranteed Underwriting	-43	-91	
137011 Electric Loan Modifications	-52	-25	
137999 Total downward reestimate budget authority	-494	-229	

Administrative expense data:

3510 Budget authority	39	40	38
3590 Outlays from new authority	39	40	38

The Rural Utilities Service (RUS) conducts the rural electrification and the rural telecommunications loan programs. The rural electrification loan program is financed through RUS direct and guaranteed loans for the operation of generating plants, electric transmission, and distribution lines or systems. The rural telecommunications loan program is financed through RUS direct loans for construction, expansion, and operation of telecommunications lines and facilities or systems.

The Budget supports the Administration's commitment to phase out fossil fuel subsidies. The Budget limits the use of electric loan funds to renewable energy, transmission, distribution, and carbon capture projects on generation facilities. Due to the limitation in use, the total electric loan level included in the budget is \$4.1 billion.

RUS will cancel loans obligated, but not disbursed, more than ten years ago. Most electric loans obligated more than ten years ago have either been disbursed or cancelled. However, current law prohibits the cancellation of telecommunications loans in most instances. This has resulted in many outstanding obligations that are older than ten years. Since loans are issued for specific projects, and technology is changing at a very fast pace, it is doubtful that the original project will be accomplished ten years after a loan is approved. Legislation will be proposed to allow the cancellation of all electric and telecommunications loan obligations that are more than ten years old.

As required by the Federal Credit Reform Act of 1990, this account records, for rural electrification and telecommunications programs, the subsidy costs associated with the direct and guaranteed loans obligated in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Object Classification (in millions of dollars)

Identification code 12-1230-0-1-271	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	40	40	38
41.0 Grants, subsidies, and contributions	756	562	
99.9 Total new obligations	796	602	38

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS DIRECT LOAN FINANCING
ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4208-0-3-271	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loans	7,289	7,790	4,790
00.02 Interest on Treasury borrowing	778	2,181	2,389
00.03 Interest on FFB Loans	927		
00.04 Negative Subsidy for Modifications of Direct Loans	16		
00.91 Subtotal, Operating program	9,010	9,971	7,179
08.01 Negative subsidies obligated	156	88	211
08.02 Downward subsidy amount paid to receipt account	169	123	
08.03 Adjusting payments to liquidating account	136		
08.04 Interest on downward subsidy paid to receipt account	325	106	
08.91 Direct Program by Activities - Subtotal (1 level)	786	317	211
10.00 Total new obligations	9,796	10,288	7,390

Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	474	292	.....
22.00	New financing authority (gross)	10,087	9,996	7,390
22.10	Resources available from recoveries of prior year obligations	182	.....	.....
22.60	Portion applied to repay debt	-475	.....	.....
22.70	Balance of authority to borrow withdrawn	-180	.....	.....
23.90	Total budgetary resources available for obligation	10,088	10,288	7,390
23.95	Total new obligations	-9,796	-10,288	-7,390
24.40	Unobligated balance carried forward, end of year	292	.....	.....
New financing authority (gross), detail:				
Mandatory:				
67.10	Authority to borrow	497	7,507	5,510
67.16	Authority to borrow (12 U.S.C. 2281-96)	7,098	.....	.....
67.90	Authority to borrow (total mandatory)	7,595	7,507	5,510
69.00	Offsetting collections (cash)	3,465	3,270	2,728
69.10	Change in uncollected customer payments from Federal sources (unexpired)	-4	-9	-3
69.27	Capital transfer to general fund	-4	.....	.....
69.47	Portion applied to repay debt	-965	-772	-845
69.90	Spending authority from offsetting collections (total mandatory)	2,492	2,489	1,880
70.00	Total new financing authority (gross)	10,087	9,996	7,390
Change in obligated balances:				
72.40	Obligated balance, start of year	14,407	16,759	18,356
73.10	Total new obligations	9,796	10,288	7,390
73.20	Total financing disbursements (gross)	-7,266	-8,700	-8,866
73.45	Recoveries of prior year obligations	-182	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired)	4	9	3
74.40	Obligated balance, end of year	16,759	18,356	16,883
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)	7,266	8,700	8,866
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Payment from program account	-760	-571	-3
88.25	Interest on uninvested funds	-228	-204	-183
88.40	Repayment of principal	-904	-920	-938
88.40	Interest received on loans	-1,546	-1,575	-1,604
88.40	Other	-27	.....	.....
88.90	Total, offsetting collections (cash)	-3,465	-3,270	-2,728
Against gross financing authority only:				
88.95	Change in receivables from program accounts	4	9	3
Net financing authority and financing disbursements:				
89.00	Financing authority	6,626	6,735	4,665
90.00	Financing disbursements	3,801	5,430	6,138

Status of Direct Loans (in millions of dollars)

Identification code 12-4208-0-3-271		2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans .....	.....	.....	.....
1131	Direct loan obligations exempt from limitation	7,289	7,790	4,790
1142	Unobligated direct loan limitation (-) .....	.....	.....	.....
1150	Total direct loan obligations	7,289	7,790	4,790
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	31,672	35,775	41,003
Disbursements:				
1231	Direct loan disbursements	4,877	6,222	6,393
1233	Purchase of loans assets from a liquidating account	136	.....	.....
1251	Repayments: Repayments and prepayments	-904	-994	-1,094
1261	Adjustments: Capitalized interest .....	.....	.....	.....
1263	Write-offs for default: Direct loans .....	.....	.....	.....
1264	Other adjustments, Reclassified, net	-6	.....	.....
1290	Outstanding, end of year	35,775	41,003	46,302

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from electric and telecommunication direct loans obligated in 1992 and beyond (including modifications of direct

loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12-4208-0-3-271	2008 actual	2009 actual		
ASSETS:				
Federal assets:				
1101	Fund balances with Treasury	515	1,146	
Investments in US securities:				
1106	Receivables, net	556	499	
Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross	29,216	33,118	
1402	Interest receivable	28	33	
1405	Allowance for subsidy cost (-)	-337	-652	
1499	Net present value of assets related to direct loans	28,907	32,499	
1999	Total assets	29,978	34,144	
LIABILITIES:				
Federal liabilities: Debt			29,502	33,891
Non-Federal liabilities:				
2202	Interest payable	24	27	
2207	Other	452	222	
2999	Total liabilities	29,978	34,140	
NET POSITION:				
3300	Cumulative results of operations		4	
4999	Total liabilities and net position	29,978	34,144	
ASSETS:				
Federal assets:				
1101	Fund balances with Treasury	156	122	
Investments in US securities:				
1106	Receivables, net	199	63	
Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross	2,456	2,657	
1402	Interest receivable	1	1	
1405	Allowance for subsidy cost (-)	43	-11	
1499	Net present value of assets related to direct loans	2,500	2,647	
1999	Total assets	2,855	2,832	
LIABILITIES:				
Federal liabilities:				
2103	Debt	2,202	2,175	
2104	Principal Payable to FFB	611	650	
Non-Federal liabilities:				
2202	Interest payable	42		
2207	Other		7	
2999	Total liabilities	2,855	2,832	
4999	Total liabilities and net position	2,855	2,832	

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS GUARANTEED LOANS FINANCING ACCOUNT**Status of Guaranteed Loans** (in millions of dollars)

Identification code 12-4209-0-3-271		2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders .....	.....	.....	.....
2150	Total guaranteed loan commitments .....	.....	.....	.....
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	214	210	208
2231	Disbursements of new guaranteed loans .....	.....	2	2
2251	Repayments and prepayments	-4	-4	-4
2290	Outstanding, end of year	210	208	206
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	210	208	206

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS GUARANTEED LOANS
FINANCING ACCOUNT—Continued

beyond. The amounts in this account are a means of financing and are not included in the budget totals.

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS LIQUIDATING ACCOUNT
Program and Financing (in millions of dollars)

Identification code 12-4230-0-3-999	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Interest expense on certificates of beneficial ownership	199	145	60
00.02 Interest expense, FFB direct	245	260	244
00.03 Other interest expense	17	17	17
00.05 Other: cushion of credit	81	81	81
10.00 Total new obligations	525	503	402
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1,252	1,538	1,436
22.00 New budget authority (gross)	1,058	832	402
22.10 Resources available from recoveries of prior year obligations	3	.....	.....
22.60 Portion applied to repay debt	-250	-431	.....
23.90 Total budgetary resources available for obligation	2,063	1,939	1,838
23.95 Total new obligations	-525	-503	-402
24.40 Unobligated balance carried forward, end of year	1,538	1,436	1,436
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	302	.....	793
60.47 Portion applied to repay debt	-302	.....	-793
62.50 Appropriation (total mandatory) .....	.....	.....	.....
69.00 Offsetting collections (cash)	2,087	1,521	1,401
69.47 Portion applied to repay debt	-1,029	-689	-999
69.90 Spending authority from offsetting collections (total mandatory)	1,058	832	402
70.00 Total new budget authority (gross)	1,058	832	402
Change in obligated balances:			
72.40 Obligated balance, start of year	78	78	145
73.10 Total new obligations	525	503	402
73.20 Total outlays (gross)	-522	-436	-355
73.45 Recoveries of prior year obligations	-3	.....	.....
74.40 Obligated balance, end of year	78	145	192
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	522	436	355
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-136	.....	.....
88.40 Loans repaid including Cushion of Credit of 282	-1,094	-855	-766
88.40 Interest repaid including Cushion of Credit of 308	-488	-297	-266
88.40 Fees - Electric Underwriter	-9	-9	-9
88.40 Other Business Activity Fees	-360	-360	-360
88.90 Total, offsetting collections (cash)	-2,087	-1,521	-1,401
Net budget authority and outlays:			
89.00 Budget authority	-1,029	-689	-999
90.00 Outlays	-1,565	-1,085	-1,046

Status of Direct Loans (in millions of dollars)

Identification code 12-4230-0-3-999	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	9,166	7,580	6,794
1231 Disbursements: Direct loan disbursements .....	.....	5	5
1251 Repayments: Repayments and prepayments	-1,094	-855	-766
1261 Adjustments: Capitalized interest	65	65	65
1264 Other adjustments, net (+ or -)	-557	-1	-1
1290 Outstanding, end of year	7,580	6,794	6,097

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4230-0-3-999	2009 actual	2010 est.	2011 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	138	126	113
2251 Repayments and prepayments	-12	-13	-9
2290 Outstanding, end of year	126	113	104
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	122	102	91

STATUS OF AGENCY DEBT

(In millions of dollars)

	2009 actual	2010 est.	2011 est.
Agency debt held by FFB:			
Outstanding FFB direct, start of year	3,956	3,423	3,207
Outstanding Certificate of Beneficial Ownership (CBO's), start of year	3,633	3,047	2,358
New agency borrowing, FFB direct	0	0	0
Repayments and prepayments, FFB Direct	-533	-216	-202
Repayments, CBO's	-586	-689	-683
Outstanding FFB direct, end of year	3,423	3,207	3,005
Outstanding CBO's, end of year	3,047	2,358	1,675

The Rural Telephone Bank has dissolved. To accomplish this, the Rural Telephone Bank liquidating account loans were used to redeem a portion of the Government's stock. The Rural Telephone Bank liquidating account loans were transferred to the Rural Electrification and Telecommunications liquidating account in 2006.

The Rural Utilities Service (RUS) will continue to service all loans in this account providing business management and technical assistance to the borrowers on a regular basis over the life of the loans.

Rural electric.—This program is financed through RUS direct loans for the construction and operation of generating plants, electric transmission, and distribution lines or systems.

As required by the Federal Credit Reform Act of 1990, this account records, for rural electrification and telecommunications programs, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. All new activity in RETRF in 1992 and beyond is recorded in corresponding program and financing accounts.

The following tables reflect statistics on loans made through the liquidating account only. Since 1992 new electric and telephone loans have been made through a separate program account.

ELECTRIC PROGRAM STATISTICS

(dollars in millions)

	2009 actual	2010 est.	2011 est.
Cumulative RUS financed direct loans	21,832	21,832	21,832
Cumulative FFB financed direct loans	25,869	25,869	25,869
Cumulative RUS funds advanced	21,832	21,832	21,832
Unadvanced RUS funds, end of year	0	0	0
Cumulative RUS principal repaid	18,257	19,013	19,693
Cumulative RUS interest paid	12,932	12,982	13,029
Cumulative loan guarantee commitments\1\	0	0	0
Number of borrowers	658	652	646

Rural telecommunications.—This loan program is financed through RUS direct loans for the construction, expansion, and operation of telecommunications lines and facilities or systems.

TELECOMMUNICATIONS PROGRAM STATISTICS

(dollars in millions)

	2009 actual	2010 est.	2011 est.
Cumulative RUS financed direct loans	5,961	5,961	5,961
Cumulative FFB financed direct loans	562	562	562
Cumulative RUS funds advanced	5,915	5,921	5,926
Unadvanced RUS funds, end of period	45	40	35
Cumulative RUS principal repaid	5160	5,258	5,344
Cumulative RUS interest paid	3325	3,344	3,361
Cumulative loan guarantee commitments\1\	0	0	0

Number of borrowers 395 385 370

RURAL TELEPHONE BANK PROGRAM STATISTICS

(dollars in millions)

	2009 actual	2010 est.	2011 est.
Cumulative net loans	2,471	2,471	2,471
Cumulative loan funds, advanced	2,471	2,471	2,471
Unadvanced loan funds, end of year	0	0	0
Cumulative principal repaid	2,396	2,415	2,425
Cumulative interest paid	2,481	2,486	2,490
Number of borrowers	81	60	40

Balance Sheet (in millions of dollars)

Identification code 12-4230-0-3-999	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	1,125	1,289
1601 Direct loans, gross	8,273	6,877
1602 Interest receivable	5	1
1603 Allowance for estimated uncollectible loans and interest (-)	-1,689	-1,676
1604 Direct loans and interest receivable, net	6,589	5,202
1699 Value of assets related to direct loans	6,589	5,202
1999 Total assets	7,714	6,491
LIABILITIES:		
Federal liabilities:		
2102 Interest payable	23	23
2103 Debt	8,821	7,359
2104 Resources payable to Treasury	-1,134	-898
2105 Other	4	7
2999 Total liabilities	7,714	6,491
4999 Total liabilities and net position	7,714	6,491

ASSETS:		
1101 Federal assets: Fund balances with Treasury	206	328
1601 Direct loans, gross	893	703
1602 Interest receivable	2	2
1603 Allowance for estimated uncollectible loans and interest (-)	-54	-43
1604 Direct loans and interest receivable, net	841	662
1699 Value of assets related to direct loans	841	662
1999 Total assets	1,047	990
LIABILITIES:		
Federal liabilities:		
2102 Interest payable	3	3
2103 Debt	998	879
2104 Resources payable to Treasury	35	97
2105 Other	1	1
2999 Total liabilities	1,037	980
NET POSITION:		
3300 Cumulative results of operations	10	10
3999 Total net position	10	10
4999 Total liabilities and net position	1,047	990

Object Classification (in millions of dollars)

Identification code 12-4230-0-3-999	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services	81	81	81
33.0 Investments and loans	17	17	17
43.0 Interest and dividends	444	405	304
99.9 Total new obligations	525	503	402

RURAL TELEPHONE BANK PROGRAM ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-1231-0-1-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.05 Reestimates of direct loan subsidy	41	4	
00.06 Interest on reestimates of direct loan subsidy	58	7	

10.00 Total new obligations (object class 41.0) 99 11

Budgetary resources available for obligation:

22.00 New budget authority (gross)	99	11
23.95 Total new obligations	-99	-11

New budget authority (gross), detail:

Mandatory:		
60.00 Appropriation	99	11

Change in obligated balances:

72.40 Obligated balance, start of year	6	4	3
73.10 Total new obligations	99	11	
73.20 Total outlays (gross)	-100	-12	-1
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	4	3	2

Outlays (gross), detail:

86.93 Outlays from discretionary balances	1	1	1
86.97 Outlays from new mandatory authority	99	11	
87.00 Total outlays (gross)	100	12	1

Net budget authority and outlays:

89.00 Budget authority	99	11
90.00 Outlays	100	12

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-1231-0-1-452	2009 actual	2010 est.	2011 est.
Direct loan subsidy outlays:			
134001 Rural Telephone Bank		1	1
134999 Total subsidy outlays		1	1
Direct loan upward reestimates:			
135001 Rural Telephone Bank	99	11	
135999 Total upward reestimate budget authority	99	11	
Direct loan downward reestimates:			
137001 Rural Telephone Bank	-6	-3	
137999 Total downward reestimate budget authority	-6	-3	

The Rural Telephone Bank completed dissolution in 2006, therefore no federally funded RTB loans are proposed.

As required by the Federal Credit Reform Act of 1990, this account records, for the RTB, the subsidy costs associated with the direct loans obligated in 1992 and beyond as well as administrative expenses for the program. The subsidy amounts are estimated on a present value basis; administrative expenses are estimated on a cash basis.

RURAL TELEPHONE BANK DIRECT LOAN FINANCING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-4210-0-3-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Interest on Treasury borrowing	29	31	33
08.01 Negative subsidy paid to receipt account			1
08.02 Downward reestimates paid to receipt accounts	5	3	
08.04 Interest on downward reestimate paid to receipt account	1		
08.91 Direct Program by Activities - Subtotal	6	3	1
10.00 Total new obligations	35	34	34

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	27	32	48
22.00 New financing authority (gross)	67	50	34
22.10 Resources available from recoveries of prior year obligations	47		
22.60 Portion applied to repay debt	-28		
22.70 Balance of authority to borrow withdrawn	-46		
23.90 Total budgetary resources available for obligation	67	82	82
23.95 Total new obligations	-35	-34	-34
24.40 Unobligated balance carried forward, end of year	32	48	48

RURAL TELEPHONE BANK DIRECT LOAN FINANCING ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-4210-0-3-452	2009 actual	2010 est.	2011 est.
New financing authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	174	51	35
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-1	-1	-1
69.47 Portion applied to repay debt	-106		
69.90 Spending authority from offsetting collections (total mandatory)	67	50	34
Change in obligated balances:			
72.40 Obligated balance, start of year	409	313	167
73.10 Total new obligations	35	34	34
73.20 Total financing disbursements (gross)	-85	-181	-102
73.45 Recoveries of prior year obligations	-47		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	1	1	1
74.40 Obligated balance, end of year	313	167	100
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	85	181	102
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-100	-12	-1
88.25 Interest on uninvested funds	-7	-4	-4
88.40 Principal received on loans	-45	-25	-22
88.40 Interest received on loans	-22	-10	-8
88.90 Total, offsetting collections (cash)	-174	-51	-35
Against gross financing authority only:			
88.95 Change in receivables from program accounts	1	1	1
Net financing authority and financing disbursements:			
89.00 Financing authority	-106		
90.00 Financing disbursements	-89	130	67

Status of Direct Loans (in millions of dollars)

Identification code 12-4210-0-3-452	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	394	399	524
1231 Disbursements: Direct loan disbursements	50	150	69
1251 Repayments: Repayments and prepayments	-45	-25	-22
1290 Outstanding, end of year	399	524	571

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12-4210-0-3-452	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	34	54
Investments in US securities:		
1106 Receivables, net	1	
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	393	398
1405 Allowance for subsidy cost (-)	129	35
1499 Net present value of assets related to direct loans	522	433
1999 Total assets	557	487
LIABILITIES:		
2103 Federal liabilities: Debt	557	487
2999 Total liabilities	557	487

4999 Total liabilities and net position 557 487

DISTANCE LEARNING, TELEMEDICINE, AND BROADBAND PROGRAM

(INCLUDING CANCELLATION OF FUNDS)

For the principal amount of broadband telecommunication loans, \$400,000,000.

For grants for telemedicine and distance learning services in rural areas, as authorized by 7 U.S.C. 950aaa et seq., [\$37,755,000] \$30,000,000, to remain available until expended: *Provided*, That \$3,000,000 shall be made available for grants authorized by 379G of the Consolidated Farm and Rural Development Act: *Provided further*, That \$4,500,000 shall be made available to those noncommercial educational television broadcast stations that serve rural areas and are qualified for Community Service Grants by the Corporation for Public Broadcasting under section 396(k) of the Communications Act of 1934, including associated translators and repeaters, regardless of the location of their main transmitter, studio-to-transmitter links, and equipment to allow local control over digital content and programming through the use of high-definition broadcast, multi-casting and datacasting technologies].

For the cost of broadband loans, as authorized by section 601 of the Rural Electrification Act, [\$28,960,000] \$22,320,000, to remain available until expended: *Provided*, That the cost of direct loans shall be as defined in section 502 of the Congressional Budget Act of 1974. *In addition, of the unobligated balances available for the cost of the broadband loans, \$15,000,000 are hereby permanently cancelled: Provided, That no amounts may be cancelled from amounts that were designated by the Congress as an emergency requirement pursuant to the Concurrent Resolution on the Budget or the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.*

In addition, \$17,976,000, to remain available until expended, for a grant program to finance broadband transmission in rural areas eligible for Distance Learning and Telemedicine Program benefits authorized by 7 U.S.C. 950aaa. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1232-0-1-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan subsidy	1	515	22
00.05 Reestimate of Direct Loan Subsidy	10	9	
00.06 Interest on reestimate of direct loan subsidy	5	3	
00.10 Grants	55	63	48
00.11 Grants - ARRA		1,940	
00.12 Administrative Expense - ARRA	75		
10.00 Total new obligations (object class 41.0)	146	2,530	70
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	10	2,448	15
22.00 New budget authority (gross)	2,573	97	55
22.10 Resources available from recoveries of prior year obligations	11		
23.90 Total budgetary resources available for obligation	2,594	2,545	70
23.95 Total new obligations	-146	-2,530	-70
24.40 Unobligated balance carried forward, end of year	2,448	15	
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	64	85	70
40.00 Appropriation - ARRA	2,500		
40.36 Unobligated balance permanently reduced	-6		-15
43.00 Appropriation (total discretionary)	2,558	85	55
Mandatory:			
60.00 Appropriation	15	12	
70.00 Total new budget authority (gross)	2,573	97	55
Change in obligated balances:			
72.40 Obligated balance, start of year	147	141	2,429
73.10 Total new obligations	146	2,530	70
73.20 Total outlays (gross)	-135	-242	-674
73.40 Adjustments in expired accounts (net)	-6		

73.45	Recoveries of prior year obligations	-11		
74.40	Obligated balance, end of year	141	2,429	1,825
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	76	4	3
86.93	Outlays from discretionary balances	44	226	671
86.97	Outlays from new mandatory authority	15	12	
87.00	Total outlays (gross)	135	242	674
Net budget authority and outlays:				
89.00	Budget authority	2,573	97	55
90.00	Outlays	135	242	674

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-1232-0-1-452	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Distance Learning and Telemedicine Loans	16	7	
115003 Broadband Treasury Rate Loans	6	408	400
115004 Broadband Treasury Rate Loans - ARRA		6,699	
115999 Total direct loan levels	22	7,114	400
Direct loan subsidy (in percent):			
132001 Distance Learning and Telemedicine Loans	2.46	2.78	0.00
132003 Broadband Treasury Rate Loans	3.90	7.24	5.58
132004 Broadband Treasury Rate Loans - ARRA	0.00	7.24	0.00
132999 Weighted average subsidy rate	2.85	7.24	5.58
Direct loan subsidy budget authority:			
133001 Distance Learning and Telemedicine Loans	1		
133003 Broadband Treasury Rate Loans		30	22
133004 Broadband Treasury Rate Loans - ARRA		485	
133999 Total subsidy budget authority	1	515	22
Direct loan subsidy outlays:			
134003 Broadband Treasury Rate Loans	2	8	15
134004 Broadband Treasury Rate Loans - ARRA		34	121
134999 Total subsidy outlays	2	42	136
Direct loan upward reestimates:			
135001 Distance Learning and Telemedicine Loans	3	5	
135003 Broadband Treasury Rate Loans	12	7	
135999 Total upward reestimate budget authority	15	12	
Direct loan downward reestimates:			
137001 Distance Learning and Telemedicine Loans	-13	-3	
137003 Broadband Treasury Rate Loans	-3	-8	
137999 Total downward reestimate budget authority	-16	-11	
Administrative expense data:			
3510 Budget authority	75		
3590 Outlays from new authority	75		

The loan and grant program provides access to advanced telecommunications services for improved education and health care in rural areas throughout the country. The loans and grants help education and health care providers bring the most modern technology, level of care, and education to rural America so its citizens can compete regionally, nationally, and globally. The Budget provides discretionary funding for loans to finance installation of broadband transmission capacity.

Since there is little demand for the DLT loans, the Budget proposes to not provide any DLT loans in 2011.

DISTANCE LEARNING, TELEMEDICINE, AND BROADBAND DIRECT LOAN FINANCING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 12-4146-0-3-452	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loans	22	7,114	400
00.02 Interest on Treasury borrowing	19	20	20
00.91 Direct Program by Activities - Subtotal (1 level)	41	7,134	420
08.02 Downward reestimates paid to receipt accounts	16	9	
08.04 Interest on downward reestimates paid to receipt accounts		2	

08.91 Direct Program by Activities - Subtotal (1 level)	16	11	
10.00 Total new obligations	57	7,145	420
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	24	21	
22.00 New financing authority (gross)	77	7,145	1,054
22.10 Resources available from recoveries of prior year obligations	151		
22.60 Portion applied to repay debt	-26	-21	
22.70 Balance of authority to borrow withdrawn	-148		
23.90 Total budgetary resources available for obligation	78	7,145	1,054
23.95 Total new obligations	-57	-7,145	-420
24.40 Unobligated balance carried forward, end of year	21		634

New financing authority (gross), detail:

Mandatory:			
67.10 Authority to borrow	22	6,954	441
69.00 Offsetting collections (cash)	82	130	329
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-5	61	305
69.47 Portion applied to repay debt	-22		-21
69.90 Spending authority from offsetting collections (total mandatory)	55	191	613
70.00 Total new financing authority (gross)	77	7,145	1,054

Change in obligated balances:

72.40 Obligated balance, start of year	1,015	791	7,064
73.10 Total new obligations	57	7,145	420
73.20 Total financing disbursements (gross)	-135	-811	-1,966
73.45 Recoveries of prior year obligations	-151		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	5	-61	-305
74.40 Obligated balance, end of year	791	7,064	5,213

Outlays (gross), detail:

87.00 Total financing disbursements (gross)	135	811	1,966
---	-----	-----	-------

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-18	-55	-137
88.25 Interest on uninvested funds	-5	-5	-4
88.40 Repayment of principal	-45	-58	-177
88.40 Interest received on loans	-14	-12	-11
88.90 Total, offsetting collections (cash)	-82	-130	-329
Against gross financing authority only:			
88.95 Change in receivables from program accounts	5	-61	-305

Net financing authority and financing disbursements:

89.00 Financing authority		6,954	420
90.00 Financing disbursements	53	681	1,637

Status of Direct Loans (in millions of dollars)

Identification code 12-4146-0-3-452	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	22	7,114	400
1150 Total direct loan obligations	22	7,114	400
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	302	354	1,076
1231 Disbursements: Direct loan disbursements	99	780	1,946
1251 Repayments: Repayments and prepayments	-45	-58	-177
1264 Charge Off - Misc and Assn Loans, net	-2		
1290 Outstanding, end of year	354	1,076	2,845

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

DISTANCE LEARNING, TELEMEDICINE, AND BROADBAND DIRECT LOAN
FINANCING ACCOUNT—Continued

Balance Sheet (in millions of dollars)

Identification code 12-4146-0-3-452	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	33	44
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	302	354
1402 Interest receivable	2	
1405 Allowance for subsidy cost (-)	15	18
1499 Net present value of assets related to direct loans	319	372
1999 Total assets	352	416
LIABILITIES:		
2103 Federal liabilities: Debt	352	416
2999 Total liabilities	352	416
4999 Total upward reestimate subsidy BA [12-1232]	352	416

RURAL DEVELOPMENT INSURANCE FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4155-0-3-452	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	5	4	
22.00 New budget authority (gross)	4		
22.40 Capital transfer to general fund	-5	-4	
23.90 Total budgetary resources available for obligation	4		
24.40 Unobligated balance carried forward, end of year	4		
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	209	183	168
69.27 Capital transfer to general fund	-205	-183	-168
69.90 Spending authority from offsetting collections (total mandatory)	4		
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.40 Non-Federal sources	-131	-114	-105
88.40 Interest revenue	-78	-69	-63
88.90 Total, offsetting collections (cash)	-209	-183	-168
Net budget authority and outlays:			
89.00 Budget authority	-205	-183	-168
90.00 Outlays	-209	-183	-168

Status of Direct Loans (in millions of dollars)

Identification code 12-4155-0-3-452	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	1,470	1,343	1,228
1251 Repayments: Repayments and prepayments	-125	-114	-114
1263 Write-offs for default: Direct loans	-2	-1	-1
1264 Other adjustments aje #1 Allocation, net			
1290 Outstanding, end of year	1,343	1,228	1,113

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4155-0-3-452	2009 actual	2010 est.	2011 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	16	14	11
2251 Repayments and prepayments	-3	-3	-3
2264 Other adjustments, net	1 ¹		
2290 Outstanding, end of year	14	11	8

Memorandum:

2299	Guaranteed amount of guaranteed loans outstanding, end of year	9	7	7
------	--	---	---	---

¹Capitalized Interest on terminated loans

The Rural Development Insurance Fund (RDIF) was established on October 1, 1972, pursuant to section 116 of the Rural Development Act of 1972 (Public Law 92-419).

The fund is used to insure or guarantee loans for water systems and waste disposal facilities, community facilities, and industrial development in rural areas. Communities unable to afford low interest loans for water and waste disposal facilities are also able to obtain water and waste disposal grants.

The water and waste direct and guaranteed loan programs are administered by the Rural Utilities Service, the community facility direct and guaranteed loan programs are administered by the Rural Housing Service, and the business and industry direct and guaranteed loan programs are administered by the Rural Business-Cooperative Service.

As required by the Federal Credit Reform Act of 1990, this account records, for these loan programs, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. All new activity in these programs is recorded in corresponding program accounts and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-4155-0-3-452	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	5	4
1201 Non-Federal assets: Investments in non-Federal securities, net	34	34
1601 Direct loans, gross	1,470	1,344
1602 Interest receivable	16	14
1603 Allowance for estimated uncollectible loans and interest (-)	-173	-154
1604 Direct loans and interest receivable, net	1,313	1,204
1699 Value of assets related to direct loans	1,313	1,204
1901 Other Federal assets: Other assets	2	4
1999 Total assets	1,354	1,246
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	1,351	1,245
Non-Federal liabilities:		
2204 Liabilities for loan guarantees	1	1
2207 Other	2	
2999 Total liabilities	1,354	1,246
4999 Total liabilities and net position	1,354	1,246

RURAL COMMUNICATION DEVELOPMENT FUND LIQUIDATING ACCOUNT

Status of Direct Loans (in millions of dollars)

Identification code 12-4142-0-3-452	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	2	2	2
1251 Repayments: Repayments and prepayments			
1290 Outstanding, end of year	2	2	2

The Rural Communication Development Fund was established pursuant to the Secretary's Memorandum No. 1988, approved May 22, 1979. No loans have been made through this account since 1992.

Balance Sheet (in millions of dollars)

Identification code 12-4142-0-3-452	2008 actual	2009 actual
ASSETS:		
1601 Direct loans, gross	3	3
1603 Allowance for estimated uncollectible loans and interest (-)	-1	-1

1604	Direct loans and interest receivable, net	2	2
1699	Value of assets related to direct loans	2	2
1999	Total assets	2	2
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	2	2
2999	Total liabilities	2	2
4999	Total liabilities and net position	2	2

FOREIGN AGRICULTURAL SERVICE**Federal Funds****SALARIES AND EXPENSES****(INCLUDING TRANSFERS OF FUNDS)**

For necessary expenses of the Foreign Agricultural Service, including not to exceed \$158,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), **[\$180,367,000] \$258,780,000: Provided,** That the Service may utilize advances of funds, or reimburse this appropriation for expenditures made on behalf of Federal agencies, public and private organizations and institutions under agreements executed pursuant to the agricultural food production assistance programs (7 U.S.C. 1737) and the foreign assistance programs of the United States Agency for International Development: *Provided further, That of the amount appropriated under this heading, \$14,600,000 is for stabilization and reconstruction activities to be carried out under the authority provided by title XIV of the Food and Agriculture Act of 1977 (7 U.S.C. 3101 et seq.) and other applicable laws: Provided further,* That funds made available for middle-income country training programs and up to \$2,000,000 of the Foreign Agricultural Service appropriation solely for the purpose of offsetting fluctuations in international currency exchange rates, subject to documentation by the Foreign Agricultural Service, shall remain available until expended: *Provided further, That of the total amount appropriated under this heading, \$34,500,000 shall be available for market development activities of the Foreign Market Development Program pursuant to title VII of the Agricultural Trade Act of 1978 (Public Law 95-501), as amended: Provided further, That of the total amount appropriated under this heading, \$9,000,000 shall be available for activities under the Technical Assistance for Specialty Crops Program pursuant to section 3205 of the Farm Security and Rural Investment Act of 2002 (Public Law 107-171), as amended. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)*

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-2900-0-1-352	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.20 Deposits of Miscellaneous Contributed Funds, Foreign Agricultural Service.		1	1
02.99 Total receipts and collections		1	1
04.00 Total: Balances and collections		1	1
Appropriations:			
05.00 Salaries and Expenses		-1	-1
05.99 Total appropriations		-1	-1
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-2900-0-1-352	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Agricultural Exports	58	123	182
00.02 New Technology	54	23	25
00.03 Food Security	32	38	56
00.04 Climate Change	26	3	3
09.00 Reimbursable program	141	132	116

10.00	Total new obligations	311	319	382
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	24	29	23
22.00	New budget authority (gross)	320	313	376
22.10	Resources available from recoveries of prior year obligations ...	1		
23.90	Total budgetary resources available for obligation	345	342	399
23.95	Total new obligations	-311	-319	-382
23.98	Unobligated balance expiring or withdrawn	-5		
24.40	Unobligated balance carried forward, end of year	29	23	17

New budget authority (gross), detail:

Discretionary:				
40.00	Appropriation	165	180	259
42.00	Transferred from other accounts	18		
43.00	Appropriation (total discretionary)	183	180	259
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	38	132	116
58.10	Change in uncollected customer payments from Federal sources (unexpired)	99		
58.90	Spending authority from offsetting collections (total discretionary)	137	132	116
Mandatory:				
60.26	Appropriation (trust fund)		1	1
70.00	Total new budget authority (gross)	320	313	376

Change in obligated balances:

72.40	Obligated balance, start of year	6		7
73.10	Total new obligations	311	319	382
73.20	Total outlays (gross)	-289	-312	-373
73.40	Adjustments in expired accounts (net)	2		
73.45	Recoveries of prior year obligations	-1		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-99		
74.10	Change in uncollected customer payments from Federal sources (expired)	70		
74.40	Obligated balance, end of year		7	16

Outlays (gross), detail:

86.90	Outlays from new discretionary authority	228	296	356
86.93	Outlays from discretionary balances	61	15	16
86.97	Outlays from new mandatory authority		1	1
87.00	Total outlays (gross)	289	312	373

Offsets:

Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-96	-132	-116
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-99		
88.96	Portion of offsetting collections (cash) credited to expired accounts	58		

Net budget authority and outlays:

89.00	Budget authority	183	181	260
90.00	Outlays	193	180	257

The Foreign Agricultural Service's (FAS) mission is linking U.S. agriculture to the world to enhance export opportunities and global food security. FAS helps to provide outlets for the wide variety of agriculture products produced by U.S. farmers, thereby enhancing economic activity for U.S. workers. FAS serves U.S. agriculture's interests by expanding and maintaining international export opportunities, supporting international economic development and trade and science capacity building, and supporting climate change analysis and U.S. agricultural interests in international negotiations. The outcomes envisioned are exports that help U.S. agriculture prosper, the expansion of U.S. exports of organics and crops produced using new technologies, food that is globally available, accessible, and appropriately used, and climate change provisions in international agreements that benefit U.S. agriculture. In addition to its Washington-based staff, the agency maintains a network of overseas offices that serve as first responders in cases of market disruption. The overseas offices

SALARIES AND EXPENSES—Continued

also provide the Department with critical market and policy intelligence and they represent U.S. agriculture in consultations with foreign governments.

Agricultural Exports.—A substantial portion of U.S. agricultural cash receipts comes from export sales, making the vitality of rural America heavily dependent on international trade. FAS gives U.S. government policy makers, producer groups, private exporters, and producers the market intelligence they need to develop successful market strategies. Commodity analysts and country experts in Washington and around the world provide timely analysis of global trends, which enable policy makers and private exporters to respond promptly to changes in the international market. FAS's unique relationship with U.S. producer groups, known as cooperators, allows U.S. agriculture to nimbly respond to such changes. FAS also works to gain, maintain, and expand access to foreign markets in the face of unfair trade barriers. Removing existing barriers, while ensuring new ones are not introduced, directly helps rural America thrive. U.S. farm exports benefit from a wide range of programs and services administered by FAS. FAS also facilitates development and access to markets through technical assistance and capacity building programs, which promote the development of trade-friendly regulatory systems and infrastructure in emerging markets. The FAS programs that contribute to agricultural exports include the: Market Access Program (MAP), Foreign Market Development (FMD) Program, Technical Assistance for Specialty Crops (TASC) Program, Emerging Markets Program (EMP), Quality Samples Program, and Export Credit Guarantee Program.

New Technologies.—FAS promotes the acceptance of crops produced using biotechnology and other new technologies and organic standards around the world by drawing on Attaches covering more than 150 countries and knowledge of negotiations to work with international organizations to develop fair, transparent international standards that will support the use of new technologies. In 2009, approximately 85 percent of the corn, 55 percent of the cotton, and 91 percent of the soybeans planted in the United States were biotech varieties. An estimated 80 percent of U.S. food products contain biotech ingredients and could be negatively affected by restrictive labeling measures, testing requirements, or outright bans. Exports of these crops and other foods produced or processed using modern biotechnology form the core of the U.S. agricultural exports that totaled \$115 billion in 2008. Additionally, FAS works with developing countries to expand their capacity to effectively regulate and commercialize crops produced using new technologies. Finally, FAS advances educational programs to introduce government officials and other opinion leaders to the benefits of new technologies, alongside the State Department and private industry. FAS programs that contribute to new technologies include the Borlaug Fellowship Program and the Cochran Fellowship Program.

Food Security.—FAS is the link that enables the United States to share both its food resources and its technical expertise with those in need. The FAS global network of agricultural Attaches and locally engaged staff provide first-hand information on foreign agricultural markets, crop conditions, and political dynamics, an institutional knowledge of host countries and long-term relationships with foreign stakeholders. FAS has significant experience administering aid, technical assistance, capacity building programs, and exchanges that build in-country productivity. FAS also manages USDA's component of the Civilian Response Corps and the deployment of USDA experts abroad to assist in developing sustainable food systems in countries which are of high priority for meeting U.S. national security and food security objectives.

The programs that support food security include the: McGovern-Dole International Food for Education Program, Food for Progress, Borlaug Fellowship Program, Cochran Fellowship Program, Technical Assistance and Capacity-Building, Civilian Response Corps, and Provincial Reconstruction Team. These capabilities complement USAID capabilities and the overall policy lead of the Department of State.

Climate Change.—Careful monitoring and analysis of international climate change policies, legislation, and activities ensures that U.S. agriculture receives the full benefit of international agreements and trade rules. FAS provides a global monitoring system for U.S. agricultural trade through its overseas offices. Agricultural Counselors, Attaches, and Officers covering over 150 countries are often the first to hear about issues of concern to U.S. agricultural interests.

Object Classification (in millions of dollars)

Identification code 12-2900-0-1-352	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	69	78	86
11.3 Other than full-time permanent	3	3	3
11.5 Other personnel compensation	1	1	1
11.8 Special personal services payments	1	2	2
11.9 Total personnel compensation	74	84	92
12.1 Civilian personnel benefits	22	26	28
21.0 Travel and transportation of persons	5	6	7
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	6	7	7
23.3 Communications, utilities, and miscellaneous charges	1	1	1
24.0 Printing and reproduction	1	1	1
25.2 Other services	55	54	122
26.0 Supplies and materials	3	5	5
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	1	1	1
99.0 Direct obligations	170	187	266
99.0 Reimbursable obligations	141	132	116
99.9 Total new obligations	311	319	382

Employment Summary

Identification code 12-2900-0-1-352	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	756	819	819
Reimbursable:			
2001 Civilian full-time equivalent employment	195	187	187

TRADE ADJUSTMENT ASSISTANCE FOR FARMERS

Program and Financing (in millions of dollars)

Identification code 12-1406-0-1-351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Trade Adjustment Assistance for Farmers	25	78	23
10.00 Total new obligations (object class 25.2)	25	78	23
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	90	90	23
23.95 Total new obligations	-25	-78	-23
23.98 Unobligated balance expiring or withdrawn	-65	-12	.....
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	90	90	23
Change in obligated balances:			
72.40 Obligated balance, start of year	3	32	87
73.10 Total new obligations	25	78	23
73.20 Total outlays (gross)	-8	-23	-23

73.40	Adjustments in expired accounts (net)	12		
74.40	Obligated balance, end of year	32	87	87
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	2	23	
86.98	Outlays from mandatory balances	6		23
87.00	Total outlays (gross)	8	23	23
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-7		
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts	7		
Net budget authority and outlays:				
89.00	Budget authority	90	90	23
90.00	Outlays	1	23	23

Trade Adjustment Assistance (TAA) for Farmers was reauthorized and modified by the American Recovery and Reinvestment Act of 2009 as established by Subtitle C of Title I of the Trade Act of 2002, which amended the Trade Act of 1974. The statute authorizes appropriations to the Department of Agriculture not to exceed \$90 million each year for 2009 and for 2010 and \$22.5 million for the period beginning October 1, 2010 and ending December 31, 2010 to carry out the program.

The statute requires the Secretary of Agriculture to provide assistance to eligible producers of agricultural commodities and fishermen when production in the most recent marketing year yields less than 85 percent of the average national price, production quantity, value of production, or cash receipts for such commodity for the three preceding marketing years, and increases in imports contributed importantly to such declines, as determined by the Secretary of Agriculture. TAA provides producers of raw agricultural commodities and fishermen, who have been adversely affected by import competition, free technical assistance, the reimbursement of certain travel and per diem costs associated with training, and cash benefits of up to \$12,000 for costs that are linked to the development and implementation of business adjustment plans. TAA covers farmers, livestock producers, fish farmers, and fishermen competing with like or directly competitive imported products.

FOREIGN ASSISTANCE PROGRAMS

USDA has multiple food aid programs that provide U.S. commodities, technical and financial assistance to address hunger and malnutrition needs worldwide. USDA, working with USAID, delivers food aid programs to meet emergency needs and fosters economic development activities to alleviate global food insecurity.

Included in this category are the following activities carried out under Food for Peace Act, also known as Public Law 480 (P.L. 480):

Financing sales of agricultural commodities to developing countries for dollars on credit terms, or for local currencies (including for local currencies on credit terms) for use under sec. 104; and for furnishing commodities to carry out the Food for Progress Act of 1985, as amended (Title I).—Funds appropriated for P.L. 480 are used to finance all sales made pursuant to agreements concluded under the authority of Title I. No 2011 funding is requested for new direct credit under Title I; however, funding for administrative expenses associated with managing the existing loan portfolio is requested. No funding is requested for Title I ocean freight differential for 2011.

Sales are made to developing countries as defined in section 402(4) of P.L. 480 and must not displace expected commercial

sales (secs. 403(e) and (h)). Agreements are made with developing countries for delivery in accordance with the terms of the agreement.

Payment by developing countries or private entities may be made over a period of not more than 30 years with a deferral of principal payments for up to five years. Interest accrues at a concessional rate as determined appropriate.

Section 411 of P.L. 480 authorizes the President to waive payments of principal and interest under dollar credit sales agreements for countries that meet certain enumerated requirements. Such debt relief may be provided only if the President notifies Congress and may not exceed the amount approved for such purpose in an Act appropriating funds to carry out P.L. 480.

Payment by a recipient country may be made in local currencies for use in carrying out activities under section 104 of P.L. 480.

Foreign currency received in payment for credit extended may be used for payment of U.S. obligations abroad, subject to the appropriation process. The P.L. 480 program is reimbursed for the dollar value of currencies so used.

The financing of sales of agricultural commodities for local currencies on credit terms is subject to the same terms that are applicable to dollar credit financing.

Funds appropriated to carry out Title I may be used to furnish commodities to carry out the Food for Progress Act of 1985. Such commodities may be furnished on credit terms or on a grant basis in order to assist developing countries and countries that are emerging democracies that have made a commitment to introduce and expand free enterprise elements in their agricultural economies.

Commodities supplied in connection with dispositions abroad (Title II).—Under Public Law 480 Title II, agricultural commodities are furnished to meet emergency relief needs and address the underlying causes of food insecurity through non-emergency programs. The Commodity Credit Corporation (the Corporation) is authorized to pay the costs of acquisition, packaging, processing, enrichment, preservation, fortification, transportation, handling, and other incidental costs incurred up to the time of delivery at U.S. ports. The Corporation also pays ocean freight charges, and pays transportation costs to points of entry other than ports in the case of landlocked countries, where carriers to a specific country are not available, where ports cannot be used effectively, or where a substantial savings in costs or time can be effected, and pays general average contributions arising from ocean transport. In addition, transportation costs from designated points of entry or ports of entry abroad to storage and distribution sites and associated storage and distribution costs may be paid for commodities made available to meet urgent and extraordinary relief requirements. P.L. 480 funds reimburse the Corporation for all of the cost items authorized above.

SUMMARY OF FOOD ASSISTANCE PROGRAMMING

	[In millions of dollars]		
	2009 actual	2010 est.	2011 est.
McGovern-Dole International Food for Education and Child Nutrition (budget authority)	184	210	210
Food For Peace Act			
Title I Credit (budget authority)	0	0	0
Title II Grants (budget authority)	2,321	1,690	1,690
Food for Progress			
CCC Funded	216	150	146
Title I Funded (budget authority)	22	0	0
Bill Emerson Humanitarian Trust	7	0 ¹	0 ¹
Local and Regional Food Aid Procurement Program	5	25	25

FOREIGN ASSISTANCE PROGRAMS—Continued

¹Assets of the trust can be released any time the Administrator of the U.S. Agency for International Development determines that Title II of the Food for Peace Act funding for emergency needs is inadequate to meet these needs in any fiscal year.

MCGOVERN-DOLE INTERNATIONAL FOOD FOR EDUCATION AND CHILD NUTRITION
PROGRAM GRANTS

For necessary expenses to carry out the provisions of section 3107 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 1736o–1), \$209,500,000, to remain available until expended: *Provided*, [That of this amount, the Secretary shall use \$10,000,000 to conduct pilot projects to field test new and improved micronutrient fortified food products designed to meet energy and nutrient needs of program participants: *Provided further*,] That the Commodity Credit Corporation is authorized to provide the services, facilities, and authorities for the purpose of implementing such section, subject to reimbursement from amounts provided herein. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–2903–0–1–151	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 McGovern-Dole International Food for Education & Child Nutrition Program	189	210	210
09.00 Reimbursable program	6	10	13
10.00 Total new obligations	195	220	223
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	8	8
22.00 New budget authority (gross)	190	220	223
22.10 Resources available from recoveries of prior year obligations	10		
23.90 Total budgetary resources available for obligation	203	228	231
23.95 Total new obligations	–195	–220	–223
24.40 Unobligated balance carried forward, end of year	8	8	8
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	100	210	210
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	6	10	13
Mandatory:			
62.00 Transferred from other accounts	84		
70.00 Total new budget authority (gross)	190	220	223
Change in obligated balances:			
72.40 Obligated balance, start of year	10	62	56
73.10 Total new obligations	195	220	223
73.20 Total outlays (gross)	–133	–226	–229
73.45 Recoveries of prior year obligations	–10		
74.40 Obligated balance, end of year	62	56	50
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	12	220	223
86.93 Outlays from discretionary balances	37	6	6
86.97 Outlays from new mandatory authority	84		
87.00 Total outlays (gross)	133	226	229
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	10	–10	–13
88.40 Non-Federal sources	–16		
88.90 Total, offsetting collections (cash)	–6	–10	–13
Net budget authority and outlays:			
89.00 Budget authority	184	210	210
90.00 Outlays	127	216	216

The Farm Security and Rural Investment Act of 2002 (Public Law 107–171), as amended, authorizes the McGovern-Dole Inter-

national Food for Education and Child Nutrition Program. The program provides for the donation of U.S. agricultural commodities and associated technical and financial assistance to carry out preschool and school feeding programs in foreign countries in order to improve food security, reduce the incidence of hunger and malnutrition, and improve literacy and primary education. Maternal, infant, and child nutrition programs also are authorized.

Object Classification (in millions of dollars)

Identification code 12–2903–0–1–151	2009 actual	2010 est.	2011 est.
41.0 Direct obligations: Grants, subsidies, and contributions	189	210	210
99.0 Reimbursable obligations: reimbursable obligations	6	10	13
99.9 Total new obligations	195	220	223

PUBLIC LAW 480 TITLE I OCEAN FREIGHT DIFFERENTIAL GRANTS

Program and Financing (in millions of dollars)

Identification code 12–2271–0–1–351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
09.01 Reimbursable program	2	2	
10.00 Total new obligations (object class 41.0)	2	2	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	19	17	
22.21 Unobligated balance transferred to other accounts		–15	
23.90 Total budgetary resources available for obligation	19	2	
23.95 Total new obligations	–2	–2	
24.40 Unobligated balance carried forward, end of year	17		
Change in obligated balances:			
72.40 Obligated balance, start of year		2	4
73.10 Total new obligations	2	2	
74.40 Obligated balance, end of year	2	4	4
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

This account funds the title I ocean freight differential program. No funding is requested for 2011.

FOOD FOR PEACE TITLE II GRANTS

For expenses during the current fiscal year, not otherwise recoverable, and unrecovered prior years' costs, including interest thereon, under the Food for Peace Act (Public Law 83–480, *as amended*), for commodities supplied in connection with dispositions abroad under title II of [such] said Act, including up to \$6,500,000 for costs for services provided by the Farm Service Agency, which shall be available in addition to other funds available for such purpose, \$1,690,000,000, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–2278–0–1–151	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Title II Grants	2,231	1,690	1,683
00.03 Title II Administrative Expenses			7
09.01 Reimbursable program	129	83	122
10.00 Total new obligations	2,360	1,773	1,812

Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	356	258	258
21.45	Adjustments to unobligated balance carried forward, start of year	-183	.....	.....
22.00	New budget authority (gross)	2,387	1,773	1,812
22.10	Resources available from recoveries of prior year obligations	58	.....	.....
23.90	Total budgetary resources available for obligation	2,618	2,031	2,070
23.95	Total new obligations	-2,360	-1,773	-1,812
24.40	Unobligated balance carried forward, end of year	258	258	258
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	2,321	1,690	1,690
58.00	Spending authority from offsetting collections: Offsetting collections (cash)	2	.....	.....
Mandatory:				
69.00	Offsetting collections (cash)	128	83	122
69.10	Change in uncollected customer payments from Federal sources (unexpired)	-64	.....	.....
69.90	Spending authority from offsetting collections (total mandatory)	64	83	122
70.00	Total new budget authority (gross)	2,387	1,773	1,812
Change in obligated balances:				
72.40	Obligated balance, start of year	877	1,283	1,433
72.45	Adjustment to obligated balance, start of year	183	.....	.....
73.10	Total new obligations	2,360	1,773	1,812
73.20	Total outlays (gross)	-2,143	-1,623	-1,951
73.45	Recoveries of prior year obligations	-58	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired)	64	.....	.....
74.40	Obligated balance, end of year	1,283	1,433	1,294
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	609	887	891
86.93	Outlays from discretionary balances	1,534	589	938
86.97	Outlays from new mandatory authority .....	.....	83	122
86.98	Outlays from mandatory balances .....	.....	64	.....
87.00	Total outlays (gross)	2,143	1,623	1,951
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-128	-83	-122
88.40	Non-Federal sources	-2	.....	.....
88.90	Total, offsetting collections (cash)	-130	-83	-122
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	64	.....	.....
Net budget authority and outlays:				
89.00	Budget authority	2,321	1,690	1,690
90.00	Outlays	2,013	1,540	1,829

This account funds the grant component of Public Law 480. Under Title II, agricultural commodities are furnished to meet emergency relief needs and address the underlying causes of food insecurity through non-emergency programs.

The Commodity Credit Corporation (Corporation) is authorized to pay the costs of acquisition, packaging, processing, enrichment, preservation, fortification, transportation, handling, and other incidental costs incurred up to the time of delivery at U.S. ports. The Corporation also pays ocean freight charges, and pays transportation costs to points of entry other than ports in the case of landlocked countries, where carriers to a specific country are not available, where ports cannot be used effectively, or where a substantial savings in costs or time can be effected, and pays general average contributions arising from ocean transport. In addition, transportation costs from designated points of entry or ports of entry abroad to storage and distribution sites and associated storage and distribution costs may be paid for commodities made available under this title for non-emergency assistance for least-developed countries and for urgent and extraordinary relief.

The program is administered by the U.S. Agency for International Development.

Object Classification (in millions of dollars)

Identification code 12-2278-0-1-151		2009 actual	2010 est.	2011 est.
Direct obligations:				
25.3	Other purchases of goods and services from Government accounts .....	.....	.....	7
41.0	Grants, subsidies, and contributions	2,231	1,690	1,683
99.0	Direct obligations	2,231	1,690	1,690
99.0	Reimbursable obligations	129	83	122
99.9	Total new obligations	2,360	1,773	1,812

FOOD FOR PEACE TITLE I DIRECT CREDIT AND FOOD FOR PROGRESS PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For administrative expenses to carry out the credit program of title I, Food for Peace Act (Public Law 83-480) and the Food for Progress Act of 1985, **[\$2,812,000] \$2,846,000, [to] which shall be [transferred to and merged with] paid to the appropriation for "Farm Service Agency, Salaries and Expenses": Provided, That funds made available for the cost of agreements under title I of the Agricultural Trade Development and Assistance Act of 1954 and for title I ocean freight differential may be used interchangeably between the two accounts with prior notice to the Committees on Appropriations of both Houses of Congress. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)**

Program and Financing (in millions of dollars)

Identification code 12-2277-0-1-351		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.05	Re-estimates of subsidy	3	15	.....
00.06	Interest on re-estimates	1	.....	.....
00.09	Administrative expenses	3	3	3
00.10	Food for Progress grants	27	34	.....
10.00	Total new obligations	34	52	3
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	46	19	.....
22.00	New budget authority (gross)	7	18	3
22.22	Unobligated balance transferred from other accounts .....	.....	15	.....
23.90	Total budgetary resources available for obligation	53	52	3
23.95	Total new obligations	-34	-52	-3
24.40	Unobligated balance carried forward, end of year	19	.....	.....
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	3	3	3
Mandatory:				
60.00	Appropriation	4	15	.....
70.00	Total new budget authority (gross)	7	18	3
Change in obligated balances:				
72.40	Obligated balance, start of year	38	40	49
73.10	Total new obligations	34	52	3
73.20	Total outlays (gross)	-32	-43	-18
74.40	Obligated balance, end of year	40	49	34
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	3	3	3
86.93	Outlays from discretionary balances	25	25	15
86.97	Outlays from new mandatory authority	4	15	.....
87.00	Total outlays (gross)	32	43	18
Net budget authority and outlays:				
89.00	Budget authority	7	18	3

FOOD FOR PEACE TITLE I DIRECT CREDIT AND FOOD FOR PROGRESS PROGRAM
ACCOUNT—Continued

Program and Financing—Continued

Identification code 12–2277–0–1–351	2009 actual	2010 est.	2011 est.
90.00 Outlays	32	43	18

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12–2277–0–1–351	2009 actual	2010 est.	2011 est.
Direct loan upward reestimates:			
135001 P. L. 480 title I loans	4	15	.....
135999 Total upward reestimate budget authority	4	15	.....
Direct loan downward reestimates:			
137001 P. L. 480 title I loans	–348	–431	.....
137999 Total downward reestimate budget authority	–348	–431	.....
Administrative expense data:			
3510 Budget authority	3	3	3
3590 Outlays from new authority	3	3	3

As required by the Federal Credit Reform Act of 1990, this account records, for the P.L. 480 Program, the subsidy costs associated with the direct credit obligated in 1992 and beyond (including modifications of direct credit agreements that resulted from obligation in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses and grants are estimated on a cash basis. The current balance of Title I debt owed to USDA is \$1.3 billion. No additional funding is requested for new Title I credit financing in 2011. Food for Progress grants will continue to be funded from the Commodity Credit Corporation.

Object Classification (in millions of dollars)

Identification code 12–2277–0–1–351	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	3	3	3
41.0 Grants, subsidies, and contributions	31	49	.....
99.9 Total new obligations	34	52	3

P.L. 480 DIRECT CREDIT FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12–4049–0–3–351	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Payment of Interest to Treasury	57	41	41
08.02 Payment of downward reestimate to receipt account	166	186	.....
08.04 Payment of interest on downward reestimate to receipt account	182	245	.....
08.91 Direct Program by Activities – Subtotal (1 level)	348	431	.....
10.00 Total new obligations	405	472	41

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1,372	607	253
22.00 New financing authority (gross)	238	118	116
22.60 Portion applied to repay debt	–598	.....	.....
23.90 Total budgetary resources available for obligation	1,012	725	369
23.95 Total new obligations	–405	–472	–41
24.40 Unobligated balance carried forward, end of year	607	253	328

New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	43	.....	.....
69.00 Offsetting collections (cash)	195	168	116

69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	.....	–50	.....
69.90 Spending authority from offsetting collections (total mandatory)	195	118	116
70.00 Total new financing authority (gross)	238	118	116

Change in obligated balances:

72.40 Obligated balance, start of year	–43	–43	7
73.10 Total new obligations	405	472	41
73.20 Total financing disbursements (gross)	–405	–472	–41
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	.....	50	.....
74.40 Obligated balance, end of year	–43	7	7

Outlays (gross), detail:

87.00 Total financing disbursements (gross)	405	472	41
---	-----	-----	----

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from program account	–4	–15	.....
88.25 Interest on uninvested funds	–14	–1	–1
88.40 Interest received on loans	–177	–31	–29
88.40 Principal received on loans .....	.....	–121	–86
88.90 Total, offsetting collections (cash)	–195	–168	–116
Against gross financing authority only:			
88.95 Change in receivables from program accounts .....	.....	50	.....

Net financing authority and financing disbursements:

89.00 Financing authority	43	.....	.....
90.00 Financing disbursements	210	304	–75

Status of Direct Loans (in millions of dollars)

Identification code 12–4049–0–3–351	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	1,479	1,333	1,212
1231 Disbursements: Direct loan disbursements .....	.....	.....	.....
1251 Repayments: Repayments and prepayments	–146	–121	–86
1264 Other adjustments, net (+ or –) .....	.....	.....	.....
1290 Outstanding, end of year	1,333	1,212	1,126

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12–4049–0–3–351	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	778	13
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	1,479	1,333
1402 Interest receivable	55	18
1405 Allowance for subsidy cost (–)	–713	–301
1499 Net present value of assets related to direct loans	821	1,050
1999 Total assets	1,599	1,063
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	1	.....
2102 Interest payable	34	.....
2103 Debt	1,215	660
2104 Resources payable to Treasury	349	403
2999 Total liabilities	1,599	1,063
4999 Total liabilities and net position	1,599	1,063

DEBT REDUCTION—FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4143-0-3-351		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.02	Interest to Treasury	9	15	15
08.03	Payments to liquidating/financing accounts for Debt Reduction	24	21	.....
10.00	Total new obligations	33	36	15
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	155	65	34
22.00	New financing authority (gross)	76	93	31
22.60	Portion applied to repay debt	-133	-88	.....
23.90	Total budgetary resources available for obligation	98	70	65
23.95	Total new obligations	-33	-36	-15
24.40	Unobligated balance carried forward, end of year	65	34	50
New financing authority (gross), detail:				
Mandatory:				
67.10	Authority to borrow	11	15	15
69.00	Offsetting collections (cash)	65	78	16
70.00	Total new financing authority (gross)	76	93	31
Change in obligated balances:				
72.40	Obligated balance, start of year .....	.....	.....	3
73.10	Total new obligations	33	36	15
73.20	Total financing disbursements (gross)	-33	-33	-15
74.40	Obligated balance, end of year .....	.....	3	3
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)	33	33	15
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources - Payment from Debt Reduction Program Account	-20	-62	.....
88.25	Interest on uninvested funds	-4	-2	-2
88.40	Loan Repayments - Principal	-36	-10	-10
88.40	Loan Repayments- Interest	-5	-4	-4
88.90	Total, offsetting collections (cash)	-65	-78	-16
Net financing authority and financing disbursements:				
89.00	Financing authority	11	15	15
90.00	Negative subsidy BA total [11-0091]	-32	-45	-1

Status of Direct Loans (in millions of dollars)

Identification code 12-4143-0-3-351		2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	358	282	206
1233	Disbursements: Purchase of loans assets from a liquidating account	32	62	.....
1251	Repayments: Repayments and prepayments	-36	-10	-10
1261	Adjustments: Capitalized interest	-2	.....	.....
1263	Write-offs for default: Direct loans	-70	-128	.....
1290	Outstanding, end of year	282	206	196

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 12-4143-0-3-351		2008 actual	2009 actual
ASSETS:			
1101	Federal assets: Fund balances with Treasury	134	44
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	358	282

1402	Interest receivable	79	9
1405	Allowance for subsidy cost (-)	-317	-216
1499	Net present value of assets related to direct loans	120	75
1999	Total assets	254	119
LIABILITIES:			
Federal liabilities:			
2104	Resources payable to Treasury	241	119
2105	Other	13	.....
2999	Total liabilities	254	119
4999	Total upward reestimate subsidy BA [11-0091]	254	119

EXPENSES, PUBLIC LAW 480, FOREIGN ASSISTANCE PROGRAMS, AGRICULTURE
LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-2274-0-1-151		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Expenses, Public Law 480, Foreign Assistance Programs	3	3	3
10.00	Total new obligations (object class 41.0)	3	3	3
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	146	55	.....
22.00	New budget authority (gross)	58	3	3
22.40	Capital transfer to general fund	-146	-55	.....
23.90	Total budgetary resources available for obligation	58	3	3
23.95	Total new obligations	-3	-3	-3
24.40	Unobligated balance carried forward, end of year	55	.....	.....
New budget authority (gross), detail:				
Mandatory:				
69.00	Offsetting collections (cash) (Principal and interest)	422	401	313
69.00	Offsetting collections (payment from financing fund)	25	.....	.....
69.27	Capital transfer to general fund	-389	-398	-310
69.90	Spending authority from offsetting collections (total mandatory)	58	3	3
Change in obligated balances:				
73.10	Total new obligations	3	3	3
73.20	Total outlays (gross)	-3	-3	-3
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	3	3	3
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-25	.....	.....
88.40	Principal Collections	-311	-299	-234
88.40	Interest Collections	-111	-102	-79
88.90	Total, offsetting collections (cash)	-447	-401	-313
Net budget authority and outlays:				
89.00	Budget authority	-389	-398	-310
90.00	Outlays	-444	-398	-310

Status of Direct Loans (in millions of dollars)

Identification code 12-2274-0-1-151		2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	4,813	4,470	4,171
1251	Repayments: Repayments and prepayments	-311	-299	-234
1264	Other adjustments, net (+ or -)	-32	.....	.....
1290	Outstanding, end of year	4,470	4,171	3,937

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated prior to 1992. This account is shown on a cash basis. All new activity in this

EXPENSES, PUBLIC LAW 480, FOREIGN ASSISTANCE PROGRAMS, AGRICULTURE
LIQUIDATING ACCOUNT—Continued
program in 1992 and beyond is recorded in corresponding program
and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-2274-0-1-151	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	146	55
1601 Direct loans, gross	4,813	4,470
1602 Interest receivable	876	47
1603 Allowance for estimated uncollectible loans and interest (-)	-1,920	-1,229
1699 Value of assets related to direct loans	3,769	3,288
1999 Total assets	3,915	3,343
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	3,131	3,318
2207 Non-Federal liabilities: Other	784	25
2999 Total liabilities	3,915	3,343
4999 Total liabilities and net position	3,915	3,343

FOOD AND NUTRITION SERVICE

Federal Funds

NUTRITION PROGRAMS ADMINISTRATION

For necessary administrative expenses of the Food and Nutrition Service for carrying out any domestic nutrition assistance program, **[\$147,801,000] \$172,087,000: Provided, \$3,000,000 shall be used for the purposes of section 4404 of Public Law 107-171, as amended by section 4401 of Public Law 110-246. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)**

Program and Financing (in millions of dollars)

Identification code 12-3508-0-1-605	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Nutrition programs administration	143	148	169
00.03 Congressional hunger center fellowship	2	3	3
09.01 Reimbursable administrative services provided to Federal agencies	1	1	1
10.00 Total new obligations	146	152	173
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	146	152	173
23.95 Total new obligations	-146	-152	-173
23.98 Unobligated balance expiring or withdrawn	-1		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	145	151	172
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	1	1	1
70.00 Total new budget authority (gross)	146	152	173
Change in obligated balances:			
72.40 Obligated balance, start of year	33	34	35
73.10 Total new obligations	146	152	173
73.20 Total outlays (gross)	-144	-151	-169
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	34	35	39
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	123	129	146
86.93 Outlays from discretionary balances	21	22	23
87.00 Total outlays (gross)	144	151	169
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-1	-1	-1

Net budget authority and outlays:

89.00 Budget authority	145	151	172
90.00 Outlays	143	150	168

This account funds the majority of the Federal operating expenses of the Food and Nutrition Service and the Center for Nutrition Policy and Promotion. Funding is provided for the Congressional Hunger Fellows Program.

Object Classification (in millions of dollars)

Identification code 12-3508-0-1-605	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	88	96	103
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	90	98	105
12.1 Civilian personnel benefits	22	22	23
21.0 Travel and transportation of persons	2	2	2
23.3 Communications, utilities, and miscellaneous charges	3	2	2
25.2 Other services	23	23	34
26.0 Supplies and materials	3	1	3
41.0 Grants, subsidies, and contributions	2	3	3
99.0 Direct obligations	145	151	172
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations	146	152	173

Employment Summary

Identification code 12-3508-0-1-605	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	1,005	1,077	1,127

SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM

For necessary expenses to carry out the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.), **[\$58,278,181,000] \$68,206,790,000**, of which **[\$3,000,000,000] \$5,000,000,000**, to remain available through September 30, **[2011] 2012**, shall be placed in reserve for use only in such amounts and at such times as may become necessary to carry out program operations: *Provided*, That funds provided herein shall be expended in accordance with section 16 of the Food and Nutrition Act of 2008: *Provided further*, That this appropriation shall be subject to any work registration or workfare requirements as may be required by law: *Provided further*, That funds made available for Employment and Training under this heading shall remain available until expended, notwithstanding section 16(h)(1) of the Food and Nutrition Act of 2008: *Provided further*, That funds made available under this heading may be used to enter into contracts and employ staff to conduct studies, evaluations, or to conduct activities related to program integrity provided that such activities are authorized by the Food and Nutrition Act of 2008.

For making after May 31 of the current fiscal year, benefit payments to individuals and payments to States or other non-Federal entities for the necessary current year expenses of carrying out the Food and Nutrition Act above the anticipated level, such sums as may be necessary. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

[SEC. 1001. There are hereby appropriated such sums as may be necessary, for an additional amount for "Food and Nutrition Service—Supplemental Nutrition Assistance Program" for necessary current year expenses to carry out the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.): *Provided*, That such amount shall be used only in such amounts and at such times as may become necessary to carry out program operations: *Provided further*, That amounts so appropriated are designated as emergency requirements and necessary to meet emergency needs pursuant to sections 403 and 423(b) of S. Con. Res. 13 (111th Congress), the concurrent resolution on the budget for fiscal year 2010.]

[SEC. 1002. (a) IN GENERAL.—For the costs of State administrative expenses associated with administering the supplemental nutrition assist-

ance program established under the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.), there are hereby appropriated \$400,000,000, which shall remain available until September 30, 2011.】

【(b) ALLOCATION OF FUNDS.—Funds described in subsection (a) shall be made available as grants to State agencies as follows—】

【(1) 75 percent of the amounts available shall be allocated to States based on the share of each State of households that participate in the supplemental nutrition assistance program as reported to the Department of Agriculture for the most recent 12-month period for which data are available, adjusted by the Secretary (as of the date of enactment) for participation in disaster programs under section 5(h) of the Food and Nutrition Act of 2008 (7 U.S.C. 2014(h));】

【(2) 25 percent of the amounts available shall be allocated to States based on the increase in the number of households that participate in the supplemental nutrition assistance program as reported to the Department of Agriculture over the most recent 12-month period for which data are available, adjusted by the Secretary (as of the date of enactment) for participation in disaster programs under section 5(h) of the Food and Nutrition Act of 2008 (7 U.S.C. 2014(h)); and】

【(3) Not later than 60 days after the date of enactment of this Act, the Secretary shall make available to States amounts based on paragraphs (1) and (2) of this subparagraph.】

【(c) REALLOCATION OF FUNDS.—Funds unobligated at the State level in fiscal year 2010 may be recovered and reallocated to the States in fiscal year 2011.】

【(d) EMERGENCY DESIGNATION.—Amounts in this section are designated as emergency requirements and necessary to meet emergency needs pursuant to sections 403 and 423(b) of S. Con. Res. 13 (111th Congress), the concurrent resolution on the budget for fiscal year 2010.】 (*Department of Defense Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–3505–0–1–605	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Benefits issued	45,922	54,084	57,194
00.02 State administration	2,914	3,295	3,384
00.03 Employment and training program	367	385	392
00.04 Other program costs	82	94	119
00.05 Nutrition Assistance for Puerto Rico	1,760	1,746	1,736
00.06 Food Distribution Program on Indian Reservations (Commodities in lieu of food stamps)	79	76	73
00.07 Food Distribution Program on Indian Reservations (Cooperator administrative expense)	36	37	37
00.08 The Emergency Food Assistance Program (commodities)	250	248	247
00.09 Modified food stamp program in American Samoa	5	7	7
00.10 Community food project	10	5	5
00.11 Commonwealth of the Northern Mariana Islands	12	12	12
00.13 Program access	5	5	5
00.15 Puerto Rico study	1		
00.16 Health and nutrition pilot projects		20	
00.17 RA - Benefits issued	4,333	10,525	11,670
00.18 RA - State administration	145	150	
00.19 RA - Nutrition Assistance for Puerto Rico	240	254	265
00.20 RA - American Samoa	1	1	1
00.21 RA - Food Distribution Program on Indian Reservations - Equipment	4	1	
00.22 State administrative expense supplemental		400	
09.01 Reimbursable program	40	55	55
10.00 Total new obligations	56,206	71,400	75,202
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2,789	3,535	1,319
22.00 New budget authority (gross)	59,205	69,184	80,198
22.10 Resources available from recoveries of prior year obligations	12		
22.21 Unobligated balance transferred to other accounts	-500		
22.30 Expired unobligated balance transfer to unexpired account	5		
23.90 Total budgetary resources available for obligation	61,511	72,719	81,517
23.95 Total new obligations	-56,206	-71,400	-75,202
23.98 Unobligated balance expiring or withdrawn	-1,770		-1,289
24.40 Unobligated balance carried forward, end of year	3,535	1,319	5,026

New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	39	48	60
40.00 Appropriation - State administrative expense supplemental		400	

43.00 Appropriation (total discretionary)	39	448	60
Mandatory:			
60.00 Appropriation	53,930	58,230	68,147
60.00 Appropriation - Authorizing Committee	1		
60.00 Appropriation, Recovery Act	5,195	10,460	11,936
60.36 Unobligated balance permanently reduced		-9	
61.00 Transferred to other accounts	-110	-90	-90
62.00 Transferred from other accounts	110	90	90
62.50 Appropriation (total mandatory)	59,126	68,681	80,083
69.00 Offsetting collections (cash)	40	55	55
70.00 Total new budget authority (gross)	59,205	69,184	80,198

Change in obligated balances:			
72.40 Obligated balance, start of year	1,501	2,051	920
73.10 Total new obligations	56,206	71,400	75,202
73.20 Total outlays (gross)	-55,652	-72,531	-75,301
73.40 Adjustments in expired accounts (net)	8		
73.45 Recoveries of prior year obligations	-12		
74.40 Obligated balance, end of year	2,051	920	821

Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	10	366	29
86.93 Outlays from discretionary balances	25	28	82
86.97 Outlays from new mandatory authority	53,618	66,637	73,060
86.98 Outlays from mandatory balances	1,999	5,500	2,130
87.00 Total outlays (gross)	55,652	72,531	75,301

Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-5		
88.40 Non-Federal sources	-43	-55	-55
88.90 Total, offsetting collections (cash)	-48	-55	-55
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	8		

Net budget authority and outlays:			
89.00 Budget authority	59,165	69,129	80,143
90.00 Outlays	55,604	72,476	75,246

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	59,165	69,129	80,143
Outlays	55,604	72,476	75,246
Legislative proposal, subject to PAYGO:			
Budget Authority		11	36
Outlays		11	36
Total:			
Budget Authority	59,165	69,140	80,179
Outlays	55,604	72,487	75,282

The Supplemental Nutrition Assistance Program is the primary source of nutrition assistance for low-income Americans.

This account also includes funds for a grant to Puerto Rico to administer a low-income nutrition assistance program, in lieu of the Supplemental Nutrition Assistance Program; funds to carry out the Emergency Food Assistance Act of 1983; and funds for food distribution and administrative expenses for Native Americans under section 4(b) of the Food and Nutrition Act.

Supplemental Nutrition Assistance Program costs are not fully predictable. In the event that actual program needs exceed budget estimates, the budget provides a \$5 billion contingency reserve.

Object Classification (in millions of dollars)

Identification code 12–3505–0–1–605	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	10	12	12
12.1 Civilian personnel benefits	2	2	2
21.0 Travel and transportation of persons	2	2	2
23.3 Communications, utilities, and miscellaneous charges	2	2	2
24.0 Printing and reproduction	1	1	1
25.2 Other services	43	43	44

SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM—Continued
Object Classification—Continued

Identification code 12–3505–0–1–605		2009 actual	2010 est.	2011 est.
26.0	Supplies and materials	316	299	295
31.0	Equipment	1	1	1
41.0	Grants, subsidies, and contributions	55,789	70,983	74,788
99.0	Direct obligations	56,166	71,345	75,147
99.0	Reimbursable obligations	40	55	55
99.9	Total new obligations	56,206	71,400	75,202

Employment Summary

Identification code 12–3505–0–1–605		2009 actual	2010 est.	2011 est.
Direct:				
1001	Civilian full-time equivalent employment	104	116	116

SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12–3505–0–1–605		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Benefits issued (Extension of ARRA ABAWD provision)			25
00.02	Benefits issued (Exclude refundable tax credits from means-tested program)		11	11
10.00	Total new obligations (object class 41.0)		11	36
Budgetary resources available for obligation:				
22.00	New budget authority (gross)		11	36
23.95	Total new obligations		–11	–36
New budget authority (gross), detail:				
Mandatory:				
60.00	Appropriation (Extension of ARRA ABAWD provision)			25
60.00	Appropriation (Exclude refundable tax credits from means-tested program)		11	11
62.50	Appropriation (total mandatory)		11	36
Change in obligated balances:				
73.10	Total new obligations		11	36
73.20	Total outlays (gross)		–11	–36
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority		11	36
Net budget authority and outlays:				
89.00	Budget authority		11	36
90.00	Outlays		11	36

The President's Budget includes a proposal to permanently exclude refundable tax credits from countable income and assets for 12 months following the month of receipt. The Budget also includes a proposal to extend the American Recovery and Reinvestment Act provision in SNAP that temporarily eliminates the time limits for certain working-age, low-income adults without dependents for an additional fiscal year.

CHILD NUTRITION PROGRAMS
(INCLUDING TRANSFERS OF FUNDS)

[In lieu of the amounts made available in section 14222(b) of the Food, Conservation, and Energy Act of 2008, for] For necessary expenses to carry out the Richard B. Russell National School Lunch Act (42 U.S.C. 1751 et seq.), except section 21, and the Child Nutrition Act of 1966 (42 U.S.C. 1771 et seq.), except sections 17 and 21; [\$16,855,829,000] \$18,158,393,000, to remain available through September 30, [2011, of which \$1,000,000 may be used to carry out the school community garden

pilot program established under section 18(g)(3) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1769(g)(3)), and of which \$9,865,930,000 is hereby appropriated, \$6,747,877,000 shall be derived by transfer from funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c) and \$242,022,000 shall be derived by transfer from unobligated and unavailable balances from fiscal year 2009 under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c) 2012, of which such sums as are made available under section 14222(b)(1) of the Food, Conservation, and Energy Act of 2008 (Public Law 110–246), as amended by this Act, shall be merged with and available for the same time period and purposes as provided herein: Provided, That of the total amount available, \$5,000,000 shall be available to be awarded as competitive grants to implement section 4405 of the Food, Conservation, and Energy Act of 2008 (Public Law 110–246), and may be awarded notwithstanding the limitations imposed by sections 4405(b)(1)(A) and 4405(c)(1)(A): Provided further, That section 14222(b)(1) of the Food, Conservation, and Energy Act of 2008 is amended by adding at the end before the period, "except section 21, and the Child Nutrition Act of 1966 (42 U.S.C. 1771 et seq.), except sections 17 and 21". (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 12–3539–0–1–605		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Above 185 of poverty	486	438	441
00.02	130–185 of poverty	1,161	1,254	1,308
00.03	Below 130 of poverty	7,337	8,526	8,964
00.91	Subtotal, National School Lunch Program	8,984	10,218	10,713
01.01	Above 185 of poverty	94	80	76
01.02	130–185 of poverty	249	268	288
01.03	Below 130 of poverty	2,264	2,550	2,754
01.91	Subtotal, School Breakfast Program	2,607	2,898	3,118
02.01	Above 185 of poverty	200	189	188
02.02	130–185 of poverty	133	128	128
02.03	Below 130 of poverty	2,084	2,262	2,374
02.04	Audits	35	37	39
02.91	Subtotal, Child and Adult Care Feeding Program	2,452	2,616	2,729
03.01	Summer Food Service Program	356	377	397
03.02	Special Milk Program	14	12	11
03.03	State Administrative Expenses	174	193	209
03.04	Commodity procurement	717	674	1,040
03.91	Subtotal, Other mandatory activities	1,261	1,256	1,657
04.01	Team Nutrition	15	15	15
04.02	Coordinated Review and CN pay costs	6	6	6
04.03	Computer support and processing	9	10	10
04.05	Food Safety Education	2	2	2
04.06	CACFP Technical Assistance	2	3	3
04.07	CN Studies and Other Discretionary Activities	2	7	24
04.08	FFVP 2-Year Funds	6		
04.09	Hunger Free Community Grants		5	5
04.15	RA - NSLP Equipment Grants	100		
04.91	Subtotal, discretionary activities	142	48	65
05.01	Food Service Management Institute/Information Clearinghouse/CN Reauthorization activities	14	23	8
05.02	Fresh Fruit and Vegetable Program and other Farm Bill activities	45	97	113
05.03	Whole Grain Study and CII	1		
05.04	Summer Demonstration Projects		85	
05.05	School Lunch Equipment Grants		25	
05.06	CACFP Health and Nutrition Grants		8	
05.07	Direct Certification Technical Assistance		25	
05.91	Subtotal, Permanent Programs	60	263	121
10.00	Total new obligations	15,506	17,299	18,403
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	272	391	123
22.00	New budget authority (gross)	15,186	17,034	18,392
22.10	Resources available from recoveries of prior year obligations	100		
22.21	Unobligated balance transferred to other accounts	–5		
22.22	Unobligated balance transferred from other accounts	505		
23.90	Total budgetary resources available for obligation	16,058	17,425	18,515
23.95	Total new obligations	–15,506	–17,299	–18,403
23.98	Unobligated balance expiring or withdrawn	–161	–3	

24.40	Unobligated balance carried forward, end of year	391	123	112
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	121	173	47
58.00	Spending authority from offsetting collections: Offsetting collections (cash)	1		
Mandatory:				
60.00	Appropriation	8,476	9,836	12,833
60.00	Appropriation- Permanent Appropriation	10	10	8
62.00	Transferred from other accounts	6,567	7,015	5,504
62.50	Appropriation (total mandatory)	15,053	16,861	18,345
69.00	Offsetting collections (cash)	11		
70.00	Total new budget authority (gross)	15,186	17,034	18,392
Change in obligated balances:				
72.40	Obligated balance, start of year	2,060	2,229	2,221
73.10	Total new obligations	15,506	17,299	18,403
73.20	Total outlays (gross)	-15,274	-17,307	-18,349
73.40	Adjustments in expired accounts (net)	37		
73.45	Recoveries of prior year obligations	-100		
74.40	Obligated balance, end of year	2,229	2,221	2,275
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	63	133	25
86.93	Outlays from discretionary balances	2	68	40
86.97	Outlays from new mandatory authority	12,668	14,547	15,715
86.98	Outlays from mandatory balances	2,541	2,559	2,569
87.00	Total outlays (gross)	15,274	17,307	18,349
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-12		
88.40	Non-Federal sources	-10		
88.90	Total, offsetting collections (cash)	-22		
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts	10		
Net budget authority and outlays:				
89.00	Budget authority	15,174	17,034	18,392
90.00	Outlays	15,252	17,307	18,349

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	15,174	17,034	18,392
Outlays	15,252	17,307	18,349
Legislative proposal, subject to PAYGO:			
Budget Authority			1,000
Outlays			860
Total:			
Budget Authority	15,174	17,034	19,392
Outlays	15,252	17,307	19,209

Payments are made for cash and commodity meal subsidies through the School Lunch, School Breakfast, Special Milk, Summer Food Service, and Child and Adult Care Food Programs.

Object Classification (in millions of dollars)

Identification code 12-3539-0-1-605	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	11	14	16
12.1 Civilian personnel benefits	2	3	3
21.0 Travel and transportation of persons	1	1	1
24.0 Printing and reproduction	2	2	2
25.2 Other services	15	15	15
26.0 Supplies and materials (Commodities)	717	686	1,040
31.0 Equipment	1		
41.0 Grants, subsidies, and contributions	14,756	16,578	17,326
99.0 Direct obligations	15,505	17,299	18,403
99.0 Reimbursable obligations	1		
99.9 Total new obligations	15,506	17,299	18,403

Employment Summary

Identification code 12-3539-0-1-605	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	158	170	176

CHILD NUTRITION PROGRAMS
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12-3539-4-1-605	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.03 NSLP - Below 130 of poverty			1,000
10.00 Total new obligations (object class 41.0)			1,000
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			1,000
23.95 Total new obligations			-1,000
24.40 Unobligated balance carried forward, end of year			
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation			1,000
Change in obligated balances:			
73.10 Total new obligations			1,000
73.20 Total outlays (gross)			-860
74.40 Obligated balance, end of year			140
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority			860
Net budget authority and outlays:			
89.00 Budget authority			1,000
90.00 Outlays			860

The Budget includes \$10 billion over 10 years for a strong Child Nutrition reauthorization package aimed at ending childhood hunger, reducing childhood obesity and improving the diets of children, and raising program performance to better serve our children.

SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (WIC)

For necessary expenses to carry out the special supplemental nutrition program as authorized by section 17 of the Child Nutrition Act of 1966 (42 U.S.C. 1786), **[\$7,252,000,000]** \$7,603,000,000, to remain available through September 30, **[2011]** 2012, of which \$125,000,000 shall be placed in reserve, to remain available until expended, to be allocated as the Secretary deems necessary, notwithstanding section 17(i) of such Act, to support participation should costs or participation exceed budget estimates: *Provided*, That notwithstanding section 17(g)(5) of the Child Nutrition Act of 1966 (42 U.S.C. 1786(g)(5)), not more than \$15,000,000 of funds provided in this Act may be used for the purpose of evaluating program performance in the Special Supplemental Nutrition Program for Women, Infants and Children: *Provided further*, That **[notwithstanding section 17(h)(10)(A) of the Child Nutrition Act of 1966 (42 U.S.C. 1786(h)(10)(A))]**, of the amounts made available under this heading, not less than \$14,000,000 shall be used for infrastructure, not less than \$60,000,000 shall be used for management information systems, and not less than **[\$80,000,000]** \$83,000,000 shall be used for breastfeeding peer counselors and other related activities: *Provided further*, That none of the funds provided in this account shall be available for the purchase of infant formula except in accordance with the cost containment and competitive bidding requirements specified in section 17 of such Act: *Provided further*, That none of the funds provided shall be available for activities that are not fully reimbursed by other Federal Government departments

SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (WIC)—Continued

or agencies unless authorized by section 17 of such Act. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–3510–0–1–605	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Base grants	6,956	7,686	7,997
00.02 WIC MIS Recovery Act	34	66	.....
00.03 WIC Contingency Recovery Act	38	.....	.....
00.04 WIC MIS .....	.....	60	60
10.00 Total new obligations	7,028	7,812	8,057
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	21	561	125
22.00 New budget authority (gross)	7,366	7,257	7,603
22.10 Resources available from recoveries of prior year obligations	202	481	575
23.90 Total budgetary resources available for obligation	7,589	8,299	8,303
23.95 Total new obligations	–7,028	–7,812	–8,057
23.98 Unobligated balance expiring or withdrawn .....	.....	–362	.....
24.40 Unobligated balance carried forward, end of year	561	125	246
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	7,360	7,257	7,603
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	6	.....	.....
70.00 Total new budget authority (gross)	7,366	7,257	7,603
Change in obligated balances:			
72.40 Obligated balance, start of year	660	998	625
73.10 Total new obligations	7,028	7,812	8,057
73.20 Total outlays (gross)	–6,487	–7,704	–7,467
73.40 Adjustments in expired accounts (net)	–1	.....	.....
73.45 Recoveries of prior year obligations	–202	–481	–575
74.40 Obligated balance, end of year	998	625	640
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	5,833	6,557	6,757
86.93 Outlays from discretionary balances	654	1,147	710
87.00 Total outlays (gross)	6,487	7,704	7,467
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	–7	.....	.....
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	1	.....	.....
Net budget authority and outlays:			
89.00 Budget authority	7,360	7,257	7,603
90.00 Outlays	6,480	7,704	7,467

The Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) provides low-income at-risk pregnant and post-partum women, infants, and children with vouchers for nutritious supplemental food packages, nutrition education and counseling, and health and immunization referrals.

Object Classification (in millions of dollars)

Identification code 12–3510–0–1–605	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent .....	.....	2	2
41.0 Grants, subsidies, and contributions	7,028	7,810	8,055
99.9 Total new obligations	7,028	7,812	8,057

Employment Summary

Identification code 12–3510–0–1–605	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	22	22

COMMODITY ASSISTANCE PROGRAM

For necessary expenses to carry out disaster assistance and the Commodity Supplemental Food Program as authorized by section 4(a) of the Agriculture and Consumer Protection Act of 1973 (7 U.S.C. 612c note); the Emergency Food Assistance Act of 1983; special assistance for the nuclear affected islands, as authorized by section 103(f)(2) of the Compact of Free Association Amendments Act of 2003 (Public Law 108–188); and the Farmers' Market Nutrition Program, as authorized by section 17(m) of the Child Nutrition Act of 1966, **[\$247,979,000] \$249,619,000**, to remain available through September 30, **[2011, of which \$6,000,000 shall be for emergency food program infrastructure grants authorized by section 209 of the Emergency Food Assistance Act of 1983: *Provided*, That of the amount provided, \$5,000,000 is to begin service in 7 additional States that have plans approved by the Department for the commodity supplemental food program] 2012: *Provided* [further], That none of these funds shall be available to reimburse the Commodity Credit Corporation for commodities donated to the program: *Provided further*, That notwithstanding any other provision of law, effective with funds made available in fiscal year **[2010] 2011** to support the Seniors Farmers' Market Nutrition Program, as authorized by section 4402 of the Farm Security and Rural Investment Act of 2002, such funds shall remain available through September 30, **[2011] 2012: *Provided further*, That of the funds made available under section 27(a) of the Food and Nutrition Act of 2008 (7 U.S.C. 2036(a)), the Secretary may use up to 10 percent for costs associated with the distribution of commodities. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.*)****

Program and Financing (in millions of dollars)

Identification code 12–3507–0–1–605	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Commodity procurement	134	133	136
00.02 Administrative costs	31	38	40
00.91 Subtotal, commodity supplemental food program	165	171	176
01.01 IT Modernization and Support .....	.....	.....	2
02.01 TEFAP Administrative	50	50	50
03.01 Senior farmers' market	22	21	21
04.01 Farmers' market nutrition program	22	20	20
05.01 Pacific island and disaster assistance	1	1	1
06.01 TEFAP Commodity Recovery Act	100	.....	.....
07.01 TEFAP Admin Recovery Act	25	25	.....
08.01 TEFAP Infrastructure Grants .....	.....	6	.....
09.01 NSIP	3	3	.....
10.00 Total new obligations	388	297	270
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	27	2
22.00 New budget authority (gross)	410	272	271
22.10 Resources available from recoveries of prior year obligations	4	.....	.....
23.90 Total budgetary resources available for obligation	415	299	273
23.95 Total new obligations	–388	–297	–270
24.40 Unobligated balance carried forward, end of year	27	2	3
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	381	248	250
42.00 Transferred from other accounts	3	3	.....
43.00 Appropriation (total discretionary)	384	251	250
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	5	.....	.....
Mandatory:			
62.00 Transferred from other accounts	21	21	21

70.00	Total new budget authority (gross)	410	272	271
Change in obligated balances:				
72.40	Obligated balance, start of year	38	48	48
73.10	Total new obligations	388	297	270
73.20	Total outlays (gross)	-374	-297	-284
73.45	Recoveries of prior year obligations	-4		
74.40	Obligated balance, end of year	48	48	34
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	316	221	221
86.93	Outlays from discretionary balances	36	55	42
86.97	Outlays from new mandatory authority	13	13	13
86.98	Outlays from mandatory balances	9	8	8
87.00	Total outlays (gross)	374	297	284
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-5		
Net budget authority and outlays:				
89.00	Budget authority	405	272	271
90.00	Outlays	369	297	284

This account funds the Commodity Supplemental Food Program (CSFP), The Emergency Food Assistance Program (TEFAP), farmers' market nutrition programs, assistance for the nuclear affected islands, and disaster relief.

CSFP provides food packages for low-income women, infants, and children, as well as low-income elderly persons. It also funds State administrative expenses. TEFAP provides cash to support State administrative activities and to maintain the storage and distribution pipeline for USDA and privately-donated commodities. The account also funds two programs which provide low-income participants vouchers to purchase produce at farmers' markets. The Senior Farmers' Market Nutrition Program is funded by transfer from the Commodity Credit Corporation. The WIC Farmers' Market Program is funded by discretionary appropriation.

Object Classification (in millions of dollars)

Identification code 12-3507-0-1-605	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2	Other services	1	
26.0	Supplies and materials (commodities)	236	137
41.0	Grants, subsidies, and contributions	151	160
99.9	Total new obligations	388	297

Employment Summary

Identification code 12-3507-0-1-605	2009 actual	2010 est.	2011 est.
Direct:			
1001	Civilian full-time equivalent employment	2	2

FOREST SERVICE

Federal Funds

NATIONAL FOREST SYSTEM

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Forest Service, not otherwise provided for, for management, protection, improvement, and utilization of the National Forest System, **[\$1,551,339,000]** \$1,585,719,000, to remain available until expended, which shall include 50 percent of all moneys received during prior fiscal years as fees collected under the Land and Water Conservation Fund Act of 1965, as amended, in accordance with section 4 of the Act (16 U.S.C. 460l-6a(i)): *Provided*, [That, through fiscal year 2012, the Secretary may authorize the expenditure or transfer

of up to \$10,000,000 to the Department of the Interior, Bureau of Land Management, for removal, preparation, and adoption of excess wild horses and burros from National Forest System lands, and for the performance of cadastral surveys to designate the boundaries of such lands] *That of the funds provided, \$40,000,000 shall be deposited in the Collaborative Forest Landscape Restoration Fund for ecological restoration treatments as authorized by 16 U.S.C. 7303(f). (Department of the Interior, Environment, and Related Agencies Appropriations Act, 2010.)*

Program and Financing (in millions of dollars)

Identification code 12-1106-0-1-302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01	National forest system	1,575	1,654
09.01	Reimbursable program	65	66
10.00	Total new obligations	1,640	1,720
Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year	234	165
22.00	New budget authority (gross)	1,564	1,629
22.10	Resources available from recoveries of prior year obligations	7	
23.90	Total budgetary resources available for obligation	1,805	1,794
23.95	Total new obligations	-1,640	-1,720
24.40	Unobligated balance carried forward, end of year	165	74
New budget authority (gross), detail:			
Discretionary:			
40.00	Appropriation	1,515	1,551
40.36	Unobligated balance permanently reduced	-5	
42.00	Transferred from other accounts	11	12
43.00	Appropriation (total discretionary)	1,521	1,563
Spending authority from offsetting collections:			
58.00	Offsetting collections (cash)	68	66
58.10	Change in uncollected customer payments from Federal sources (unexpired)	-25	
58.90	Spending authority from offsetting collections (total discretionary)	43	66
70.00	Total new budget authority (gross)	1,564	1,629
Change in obligated balances:			
72.40	Obligated balance, start of year	204	295
73.10	Total new obligations	1,640	1,720
73.20	Total outlays (gross)	-1,567	-1,622
73.45	Recoveries of prior year obligations	-7	
74.00	Change in uncollected customer payments from Federal sources (unexpired)	25	
74.40	Obligated balance, end of year	295	393
Outlays (gross), detail:			
86.90	Outlays from new discretionary authority	1,337	1,385
86.93	Outlays from discretionary balances	230	237
87.00	Total outlays (gross)	1,567	1,622
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00	Federal sources	-43	-43
88.40	Non-Federal sources	-25	-23
88.90	Total, offsetting collections (cash)	-68	-66
Against gross budget authority only:			
88.95	Change in uncollected customer payments from Federal sources (unexpired)	25	
Net budget authority and outlays:			
89.00	Budget authority	1,521	1,563
90.00	Outlays	1,499	1,556

The 155 National Forests, 20 National Grasslands, and six land utilization projects located in 44 States, Puerto Rico, and the Virgin Islands are managed under multiple-use and sustained-yield principles. The natural resources of timber, minerals, range, wildlife, outdoor recreation, watershed, and soil are used in a planned combination that will best meet the needs of the Nation

NATIONAL FOREST SYSTEM—Continued

without impairing productivity of the land or damaging the environment. These management and utilization principles are recognized in the Multiple-Use Sustained-Yield Act of 1960 (16 U.S.C. 528–531) and use an ecological approach to managing the National Forest System.

National Forest System (NFS) operations and maintenance provide for the planning, assessment, and conservation of ecosystems while delivering multiple public services and uses. These are delivered through the principal NFS programs of integrated resource restoration; land management planning; inventory and monitoring; recreation, heritage, and wilderness; grazing management; minerals and geology management; landownership management; the Valles Caldera National Preserve; and law enforcement operations. These programs maintain the capability to manage natural resources in a manner consistent with ecological principles and responsibilities.

The Budget reflects an accelerated refocusing of national forest management to forest ecosystem restoration project work, including global climate change adaptation and mitigation. The goals of these ecological restoration efforts are to reestablish and retain the resilience of NFS lands, to achieve sustainable management and use, and to provide a broad range of ecosystem services. In order to achieve these goals, the Budget provides \$50 million for the Priority Watersheds and Job Stabilization initiative and \$40 million for the Collaborative Forest Landscape Restoration Fund. Healthy and resilient landscapes will have a greater capacity to survive natural disturbances, will provide for the natural storage and sustained delivery of high quality water, and will be more resilient and adaptable to changing environmental conditions, including the effects of global climate change.

Other NFS programs also support conservation and restoration. Specific actions will depend on the particular needs and priorities identified for a given landscape. These may include management of off-highway vehicle use and other recreation activities, road decommissioning, mitigation of abandoned mine and hazardous material sites, management of excess wild horse and burro populations, enhanced administration of grazing authorizations, and other actions identified as necessary for ecosystem restoration.

The Budget reflects the continuing emphasis on Forest Service program performance and accountability agency-wide. The Forest Service has changed its business rules for accomplishment reporting to incorporate not only directly funded work, but also accomplishments achieved through integration between program areas or partnerships with external groups. This reform improves performance and accountability by shifting focus from a highly functionalized approach to one that naturally aligns other programs and partner organizations to achieve multiple goals. By changing how it counts accomplishments, the Agency improves incentives and encourages managers to plan and implement their work, and ensure the fullest possible value per Federal expenditure.

Object Classification (in millions of dollars)

Identification code 12–1106–0–1–302	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	652	648	620
11.3 Other than full-time permanent	40	41	41
11.5 Other personnel compensation	50	51	51
11.9 Total personnel compensation	742	740	712
12.1 Civilian personnel benefits	224	223	217
13.0 Benefits for former personnel	5	8	10
21.0 Travel and transportation of persons	34	35	11
22.0 Transportation of things	10	11	12
23.1 Rental payments to GSA	13	14	14

23.2 Rental payments to others	19	20	20
23.3 Communications, utilities, and miscellaneous charges	37	40	40
24.0 Printing and reproduction	3	4	4
25.2 Other services	257	304	366
25.3 Other purchases of goods and services from Government accounts	95	106	108
25.4 Operation and maintenance of facilities	1	1	1
25.7 Operation and maintenance of equipment	8	8	12
26.0 Supplies and materials	40	45	47
31.0 Equipment	34	36	36
32.0 Land and structures	2	2	2
41.0 Grants, subsidies, and contributions	49	55	55
42.0 Insurance claims and indemnities	2	2	2
99.0 Direct obligations	1,575	1,654	1,669
99.0 Reimbursable obligations	65	66	66
99.9 Total new obligations	1,640	1,720	1,735

Employment Summary

Identification code 12–1106–0–1–302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	11,523	11,345	10,695
Reimbursable:			
2001 Civilian full-time equivalent employment	371	371	371
Allocation account:			
3001 Civilian full-time equivalent employment	1,066	1,417	1,417

CAPITAL IMPROVEMENT AND MAINTENANCE

[(INCLUDING TRANSFER OF FUNDS)]

For necessary expenses of the Forest Service, not otherwise provided for, **[\$556,053,000]**, \$438,393,000, to remain available until expended, for construction, capital improvement, maintenance and acquisition of buildings and other facilities and infrastructure; and for construction, capital improvement, decommissioning, and maintenance of forest roads and trails by the Forest Service as authorized by 16 U.S.C. 532–538 and 23 U.S.C. 101 and 205: *Provided*, That **[\$90,000,000]** \$50,371,000 shall be designated for urgently needed road decommissioning, road and trail repair and maintenance and associated activities, and removal of fish passage barriers, especially in areas where Forest Service roads may be contributing to water quality problems in streams and water bodies which support threatened, endangered or sensitive species or community water sources: *Provided further*, That funds provided herein shall be available for the decommissioning of roads, including unauthorized roads not part of the transportation system, which are no longer needed: *Provided further*, That no funds shall be expended to decommission any system road until notice and an opportunity for public comment has been provided on each decommissioning project: *Provided further*, That the decommissioning of unauthorized roads not part of the official transportation system shall be expedited in response to threats to public safety, water quality, or natural resources: *Provided further*, That funds becoming available in fiscal year 2010 under the Act of March 4, 1913 (16 U.S.C. 501) shall be transferred to the General Fund of the Treasury and shall not be available for transfer or obligation for any other purpose unless the funds are appropriated. (*Department of the Interior, Environment, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12–1103–0–1–302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Capital improvement and maintenance	651	1,204	444
09.01 Reimbursable program	28	21	21
10.00 Total new obligations	679	1,225	465
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	183	662	14
22.00 New budget authority (gross)	1,156	577	459
22.10 Resources available from recoveries of prior year obligations	2		
23.90 Total budgetary resources available for obligation	1,341	1,239	473
23.95 Total new obligations	–679	–1,225	–465

24.40	Unobligated balance carried forward, end of year	662	14	8
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	1,145	556	438
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	21	21	21
58.10	Change in uncollected customer payments from Federal sources (unexpired)	-10		
58.90	Spending authority from offsetting collections (total discretionary)	11	21	21
70.00	Total new budget authority (gross)	1,156	577	459
Change in obligated balances:				
72.40	Obligated balance, start of year	184	326	496
73.10	Total new obligations	679	1,225	465
73.20	Total outlays (gross)	-545	-1,055	-652
73.45	Recoveries of prior year obligations	-2		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	10		
74.40	Obligated balance, end of year	326	496	309
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	371	433	345
86.93	Outlays from discretionary balances	174	622	307
87.00	Total outlays (gross)	545	1,055	652
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-5	-5	-5
88.40	Non-Federal sources	-16	-16	-16
88.90	Total, offsetting collections (cash)	-21	-21	-21
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	10		
Net budget authority and outlays:				
89.00	Budget authority	1,145	556	438
90.00	Outlays	524	1,034	631

Funding provides for capital improvement, decommissioning, and maintenance of Forest Service assets including facilities, roads, and trails. Addressing critical maintenance and operational components of the Forest Service demonstrates our commitment to maintaining a healthy environment. The program emphasizes an efficient and effective infrastructure that supports public and administrative uses and quality recreation experiences with minimal impact to ecosystem stability and conditions.

Capital improvement of facilities, roads and trails includes alteration of existing assets to change the function, expansion of an asset to change the capacity or to serve needs that are different from what was originally intended and new construction. Maintenance is divided into three primary areas: annual maintenance, deferred maintenance, and decommissioning. Deferred maintenance includes the repair, rehabilitation or replacement of the asset or components of the asset.

Facilities.—Provides for capital improvement and maintenance of recreation developed sites, fire, administrative, and other (FA&O) facilities, including visitor centers, research facilities, telecommunication sites and towers, and dams. The program also includes the acquisition of buildings and other facilities necessary to carry out the mission of the Forest Service. Maintenance for FA&O projects costing less than \$250,000 is financed separately through a multi-program assessment to Research, State and Private Forestry, National Forest System, Wildland Fire Management, Land Acquisition and the Capital Improvement and Maintenance appropriations, along with eligible Permanent and Trust Funds. The Budget reflects a base rate for buildings plus a graduated rate that recognizes different facility types,

which together, are limited to 4 percent of the facility replacement value and not to exceed \$7 per square foot.

Roads.—Provides for capital improvement and maintenance of the national forest road system, including bridges and terminal facilities such as parking lots, trailhead parking, camping spurs and truck turnarounds. The program also focuses on decommissioning unneeded roads, unauthorized roads and/or roads that are degrading the ecosystem. The agency will continue to address the growing road system maintenance backlog. Funding priorities are health and safety, resource protection, aquatic passage, and mission critical needs. The Budget proposes all of the funds in the Roads line item be used to maintain, store, or decommission existing roads. No new roads are proposed to be constructed.

Trails.—Provides for capital improvement and maintenance of National Forest System trails. Funding is used to protect capital investments by keeping trails open for access and protecting vegetation, soil, and water quality. Work includes clearing the pathway of encroaching vegetation and fallen trees, and repairing or improving trail signs, treadways, drainage facilities, and bridges.

Infrastructure Improvement.—Provides for capital improvement and maintenance directed toward reducing the backlog in deferred maintenance on National Forest System roads and trails, as well as recreation developed sites and FA&O facilities. Funding priorities are to ensure the safety of the public, agency employees, volunteers and contractors.

The Budget includes \$50 million for the Legacy Roads and Trails program. Funds will be used for needed road decommissioning, where inaction can lead to water quality issues in streams and water bodies which support threatened and endangered species (TES) or community water systems, removal or replacement of stream crossing structures that are barriers to aquatic organism passage, and road and trail repair in environmentally sensitive areas.

Object Classification (in millions of dollars)

Identification code 12-1103-0-1-302	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	135	148	120
11.3 Other than full-time permanent	15	17	15
11.5 Other personnel compensation	12	13	11
11.9 Total personnel compensation	162	178	146
12.1 Civilian personnel benefits	47	50	33
13.0 Benefits for former personnel	2	3	2
21.0 Travel and transportation of persons	8	10	3
22.0 Transportation of things	3	4	3
23.1 Rental payments to GSA	3	3	4
23.2 Rental payments to others	4	5	5
23.3 Communications, utilities, and miscellaneous charges	9	11	12
24.0 Printing and reproduction	1	1	1
25.2 Other services	225	349	119
25.3 Other purchases of goods and services from Government accounts	71	12	10
25.4 Operation and maintenance of facilities	5	505	56
25.7 Operation and maintenance of equipment	3	4	4
26.0 Supplies and materials	21	21	13
31.0 Equipment	8	12	7
32.0 Land and structures	15	21	13
41.0 Grants, subsidies, and contributions	64	15	13
99.0 Direct obligations	651	1,204	444
99.0 Reimbursable obligations	28	21	21
99.9 Total new obligations	679	1,225	465

Employment Summary

Identification code 12-1103-0-1-302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	2,720	2,926	2,248
Reimbursable:			

CAPITAL IMPROVEMENT AND MAINTENANCE—Continued
Employment Summary—Continued

Identification code 12-1103-0-1-302	2009 actual	2010 est.	2011 est.
2001 Civilian full-time equivalent employment	123	123	123
Allocation account:			
3001 Civilian full-time equivalent employment	60	60	60

FOREST AND RANGELAND RESEARCH

For necessary expenses of forest and rangeland research as authorized by law, **[\$312,012,000] \$304,354,000**, to remain available until expended: *Provided*, That of the funds provided, **[\$66,939,000] \$61,939,000** is for the forest inventory and analysis program.

GIFTS, DONATIONS AND BEQUESTS FOR FOREST AND RANGELAND RESEARCH

For expenses authorized by 16 U.S.C. 1643(b), \$50,000, to remain available until expended, to be derived from the fund established pursuant to the above Act. (*Department of the Interior, Environment, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1104-0-1-302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.06 Forest and rangeland research	336	367	356
09.01 Reimbursable program	28	25	25
10.00 Total new obligations	364	392	381
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	49	43	20
22.00 New budget authority (gross)	356	369	361
22.10 Resources available from recoveries of prior year obligations	2		
23.90 Total budgetary resources available for obligation	407	412	381
23.95 Total new obligations	-364	-392	-381
24.40 Unobligated balance carried forward, end of year	43	20	
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	296	312	304
42.00 Transferred from other accounts	32	32	32
43.00 Appropriation (total discretionary)	328	344	336
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	29	25	25
58.10 Change in uncollected customer payments from Federal sources (unexpired)	-1		
58.90 Spending authority from offsetting collections (total discretionary)	28	25	25
70.00 Total new budget authority (gross)	356	369	361
Change in obligated balances:			
72.40 Obligated balance, start of year	81	104	125
73.10 Total new obligations	364	392	381
73.20 Total outlays (gross)	-340	-371	-364
73.45 Recoveries of prior year obligations	-2		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	1		
74.40 Obligated balance, end of year	104	125	142
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	267	259	253
86.93 Outlays from discretionary balances	73	112	111
87.00 Total outlays (gross)	340	371	364
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-25	-23	-23
88.40 Non-Federal sources	-4	-2	-2
88.90 Total, offsetting collections (cash)	-29	-25	-25
Against gross budget authority only:			

88.95 Change in uncollected customer payments from Federal sources (unexpired)	1		
Net budget authority and outlays:			
89.00 Budget authority	328	344	336
90.00 Outlays	311	346	339

Forest Service Research & Development (FS R&D) is one of the world's leading forestry research organizations. It conducts ecological and social science research to understand ecosystems, how humans influence those ecosystems, how those ecosystems respond to climate change, and how forests can be managed sustainably to enable both environmental conservation and economic expansion. Research is conducted at five Research Stations, the Forest Products Laboratory, and the International Institute of Tropical Forestry located in Puerto Rico.

FS R&D consists of three components: foundations, growth platforms, and strategic program areas. The two foundations, Forest Inventory and Analysis and Experimental Forests and Ranges, use long-term monitoring to provide data for both current and future research needs. Emerging research focus on emerging research areas. The five areas identified are Climate Change, Biomass and Bioenergy, Urban Natural Resources Stewardship, Watershed Management and Restoration, and Nanotechnology. The seven strategic areas are Wildland Fire and Fuels; Invasive Species; Outdoor Recreation; Resource Management and Use; Water, Air, and Soil; Wildlife and Fish; and Inventory and Monitoring.

In 2011, FS R&D will continue to improve forest and rangeland managers' abilities to reintroduce fire to its natural role, respond appropriately to climate change, and mitigate losses from native insects and pathogens. FS R&D researchers answer land managers' scientific questions about climate change, fire behavior, risk assessment and mitigation for multiple hazards, and utilization opportunities for the biomass that contributes to overcrowded, unhealthy forests. Priority will also be placed on making improvements in woody biomass utilization for energy, alternative fuels, and value-added products to help stimulate removal of hazardous fuels from forests at risk of wildfire. Tools and technologies will be modified, adapted, or developed to serve the priorities of land managers dealing with wildland fire, climate change, invasive species, and other management challenges.

The Inventory and Monitoring strategic program area provides the resource data, analysis, and tools needed to identify current status and trends of forests, management options and impacts, and threats from fire, insects, disease, and other natural processes, enhancing the use and value of our Nation's forests and grasslands. Assessing current and potential effects of climate change depends on the monitoring of forest ecosystems at greatest risk to rapid change.

The Budget continues efforts that optimize the delivery of research findings by improving Forest Service management of investments in research, development, and applications. Funds will be targeted to leading-edge technical assistance on a competitive basis with innovative partnerships and science and technology applications. FS R&D will continue to strive to reach the target of having 20 percent of the budget in extramural funding by 2011.

Object Classification (in millions of dollars)

Identification code 12-1104-0-1-302	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	145	144	145
11.3 Other than full-time permanent	7	7	8
11.5 Other personnel compensation	5	6	6

11.9	Total personnel compensation	157	157	159
12.1	Civilian personnel benefits	44	48	49
13.0	Benefits for former personnel	1	1	1
21.0	Travel and transportation of persons	10	12	10
22.0	Transportation of things	2	2	2
23.1	Rental payments to GSA	4	5	5
23.2	Rental payments to others	3	5	5
23.3	Communications, utilities, and miscellaneous charges	7	8	7
24.0	Printing and reproduction	1	1	1
25.2	Other services	26	32	27
25.3	Other purchases of goods and services from Government accounts	13	14	14
25.4	Operation and maintenance of facilities	1	1	1
25.5	Research and development contracts	36	37	37
25.7	Operation and maintenance of equipment	1	1	1
26.0	Supplies and materials	9	14	13
31.0	Equipment	8	9	9
41.0	Grants, subsidies, and contributions	14	20	15
99.0	Direct obligations	337	367	356
99.0	Reimbursable obligations	27	25	25
99.9	Total new obligations	364	392	381

Employment Summary

Identification code 12-1104-0-1-302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	2,186	2,192	2,192
Reimbursable:			
2001 Civilian full-time equivalent employment	110	110	110

STATE AND PRIVATE FORESTRY

For necessary expenses of cooperating with and providing technical and financial assistance to States, territories, possessions, and others, and for forest health management, including treatments of pests, pathogens, and invasive or noxious plants and for restoring and rehabilitating forests damaged by pests or invasive plants, cooperative forestry, and education and land conservation activities and conducting an international program as authorized, **[\$308,061,000] \$321,593,000**, to remain available until expended, as authorized by law; of which **[\$76,460,000] \$100,110,000** is to be derived from the Land and Water Conservation Fund; and of which \$2,000,000 may be made available to the Pest and Disease Revolving Loan Fund established by section 10205(b) of the Food, Conservation, and Energy Act of 2008 (16 U.S.C. 2104a(b)). (*Department of the Interior, Environment, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1105-0-1-302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 State and private forestry	320	379	316
00.02 Forest Legacy	58	77	100
09.01 Reimbursable program	20	21	21
10.00 Total new obligations	398	477	437
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	72	52	16
22.00 New budget authority (gross)	373	441	421
22.10 Resources available from recoveries of prior year obligations	5		
23.90 Total budgetary resources available for obligation	450	493	437
23.95 Total new obligations	-398	-477	-437
24.40 Unobligated balance carried forward, end of year	52	16	
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	216	232	222
40.20 Appropriation (LWCF)	49	76	100
42.00 Transferred from other accounts	91	112	78
43.00 Appropriation (total discretionary)	356	420	400
58.00 Spending authority from offsetting collections:			
Offsetting collections (cash)	21	21	21

58.10	Change in uncollected customer payments from Federal sources (unexpired)	-4		
58.90	Spending authority from offsetting collections (total discretionary)	17	21	21
70.00	Total new budget authority (gross)	373	441	421
Change in obligated balances:				
72.40	Obligated balance, start of year	463	487	428
73.10	Total new obligations	398	477	437
73.20	Total outlays (gross)	-373	-536	-426
73.45	Recoveries of prior year obligations	-5		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	4		
74.40	Obligated balance, end of year	487	428	439
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	132	331	316
86.93	Outlays from discretionary balances	241	205	110
87.00	Total outlays (gross)	373	536	426
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-21	-21	-21
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	4		
Net budget authority and outlays:				
89.00	Budget authority	356	420	400
90.00	Outlays	352	515	405

State and Private Forestry programs provide assistance to landowners and resource managers to help sustain forests on State and private lands, in both rural and urban areas, to meet domestic and international demands for goods and services. State and Private Forestry programs help facilitate sound stewardship and provide tools to address climate change across lands of all ownerships on a landscape scale, while maintaining the flexibility for individual forest landowners to pursue their objectives.

Forest Health Management.—Includes funding for Federal and cooperative lands to maintain healthy, productive ecosystems by preventing, detecting, and suppressing damaging native and invasive forest and tree insects and diseases across all land ownerships and invasive plants on cooperative lands. Through the use of a newly updated science-based forest health risk map, the Budget reflects allocations of program funding that address national priorities and reduce risk in the most effective and efficient manner. Changes in insect, disease, and invasive plant geographic range, population dynamics of host preferences of pests, and other changes in pest activity will be documented. Links to climate change effects will be explored.

Cooperative Fire Protection.—Includes funding to enhance the capacity of States to provide effective initial attack and coordinated fire suppression response, reduce hazardous fuels in and adjacent to communities, and purchase and maintain equipment. Funding also supports training, planning, and fire prevention education that include the "Smokey Bear" and Firewise programs.

Cooperative Forestry.—Includes the Forest Stewardship, Forest Legacy, Urban and Community Forestry, the Community Forest and Open Space Conservation Program, and Forest Resources Information and Analysis programs. This suite of complementary programs helps maintain the integrity of our nation's valuable forested landscapes and supports the Federal interest in obtaining public benefits from private forests that include an array of social, economic, and environmental benefits from these landscapes. The Cooperative Forestry programs will continue to provide assistance to landowners and to conserve private lands.

The *Forest Legacy Program* partners with States to protect environmentally sensitive forestlands. The Budget includes a

STATE AND PRIVATE FORESTRY—Continued

\$21 million increase for a total of \$100 million to acquire easements on forested lands threatened by land conversion through conservation easements and fee simple purchases. These conservation easements will protect air and water quality; provide access for recreation ; and provide habitat for threatened or endangered wildlife and fish.

The *Forest Stewardship Program* provides professional forestry assistance to landowners to encourage sound environmental management of non-industrial private forest lands.

The *Urban and Community Forestry* program provides technical, financial and educational assistance to cities and towns nationwide so they can improve the condition and extent of their trees and forests to achieve the full range of benefits and services from these resources. This program improves the lives of most Americans near their home, where they live, and work.

The *Forest Resources Information and Analysis* program provides cost-share assistance to participating States that contribute to Research and Development's Forest Inventory and Analysis program.

International Programs.—Includes funding to promote sustainable forest management globally, bringing important technologies and innovations back to the United States. International Programs, working closely with other U.S. government agencies, collaborates with other governments, non-governmental organizations, and the private sector to address climate change and deforestation through policy engagement and technical cooperation.

Object Classification (in millions of dollars)

Identification code 12-1105-0-1-302	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	58	47	50
11.3 Other than full-time permanent	2	3	3
11.5 Other personnel compensation	3	3	3
11.9 Total personnel compensation	63	53	56
12.1 Civilian personnel benefits	15	13	14
21.0 Travel and transportation of persons	5	6	4
22.0 Transportation of things	1	1	1
23.1 Rental payments to GSA	1	2	2
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	2	3	3
24.0 Printing and reproduction	1	1	1
25.2 Other services	23	27	25
25.3 Other purchases of goods and services from Government accounts	4	4	4
25.5 Research and development contracts	2	2	2
25.7 Operation and maintenance of equipment .....	.....	1	1
26.0 Supplies and materials	1	1	1
31.0 Equipment	2	2	2
41.0 Grants, subsidies, and contributions	257	339	299
99.0 Direct obligations	378	456	416
99.0 Reimbursable obligations	20	21	21
99.9 Total new obligations	398	477	437

Employment Summary

Identification code 12-1105-0-1-302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	721	691	691
Reimbursable:			
2001 Civilian full-time equivalent employment	33	33	33

MANAGEMENT OF NATIONAL FOREST LANDS FOR SUBSISTENCE USES

For necessary expenses of the Forest Service to manage Federal lands in Alaska for subsistence uses under title VIII of the Alaska National Interest Lands Conservation Act (Public Law 96-487), [\$2,582,000]

\$2,606,000, to remain available until expended. (*Department of the Interior, Environment, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1119-0-1-302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Management of national forest lands for subsistence uses	5	3	3
10.00 Total new obligations	5	3	3
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	5	3	3
23.95 Total new obligations	-5	-3	-3
24.40 Unobligated balance carried forward, end of year .....	.....	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	5	3	3
Change in obligated balances:			
72.40 Obligated balance, start of year	3	3	3
73.10 Total new obligations	5	3	3
73.20 Total outlays (gross)	-5	-3	-3
74.40 Obligated balance, end of year	3	3	3
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	3	3	3
86.93 Outlays from discretionary balances	2	.....	.....
87.00 Total outlays (gross)	5	3	3
Net budget authority and outlays:			
89.00 Budget authority	5	3	3
90.00 Outlays	5	3	3

Funding under this program primarily supports fisheries and wildlife habitat management activities in the areas of population assessment, forecasting, harvest regulations, and law enforcement to ensure that the subsistence needs of qualified rural Alaskans are met under the Alaska National Interest Lands Conservation Act (Public Law 96-487).

Object Classification (in millions of dollars)

Identification code 12-1119-0-1-302	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	1	1	1
21.0 Travel and transportation of persons	1	1	1
25.2 Other services	2	1	1
25.3 Other purchases of goods and services from Government accounts	1	.....	.....
99.9 Total new obligations	5	3	3

Employment Summary

Identification code 12-1119-0-1-302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	18	10	10

WILDLAND FIRE MANAGEMENT

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses for forest fire presuppression activities on National Forest System lands, for emergency fire suppression on or adjacent to such lands or other lands under fire protection agreement, hazardous fuels reduction on or adjacent to such lands, and for emergency rehabilitation of burned-over National Forest System lands and water, [\$2,103,737,000] \$2,072,350,000, to remain available until expended: *Provided*, That such funds including unobligated balances under this heading, are available for repayment of advances from other appropri-

ations accounts previously transferred for such purposes: *Provided further*, That such funds shall be available to reimburse State and other cooperating entities for services provided in response to wildfire and other emergencies or disasters to the extent such reimbursements by the Forest Service for non-fire emergencies are fully repaid by the responsible emergency management agency: *【Provided further*, That, notwithstanding any other provision of law, \$8,000,000 of funds appropriated under this appropriation shall be used for Fire Science Research in support of the Joint Fire Science Program: *Provided further*, That all authorities for the use of funds, including the use of contracts, grants, and cooperative agreements, available to execute the Forest and Rangeland Research appropriation, are also available in the utilization of these funds for Fire Science Research: *Provided further*, That funds provided shall be available for emergency rehabilitation and restoration, hazardous fuels reduction activities in the urban-wildland interface, support to Federal emergency response, and wildfire suppression activities of the Forest Service: *Provided further*, That of the funds provided, \$350,285,000 is for hazardous fuels reduction activities, \$11,600,000 is for rehabilitation and restoration, \$23,917,000 is for research activities and to make competitive research grants pursuant to the Forest and Rangeland Renewable Resources Research Act, as amended (16 U.S.C. 1641 et seq.), \$71,250,000 is for State fire assistance, \$9,000,000 is for volunteer fire assistance, \$20,752,000 is for forest health activities on Federal lands and \$11,428,000 is for forest health activities on State and private lands: *Provided further*, That no less than \$75,000,000 in prior-year wildfire suppression balances shall be made available in addition to amounts provided in this Act for that purpose: *Provided further*, That of the funds provided for hazardous fuels reduction, \$10,000,000 shall be deposited in the Collaborative Forest Landscape Restoration Fund for ecological restoration treatments as authorized by 16 U.S.C. 7303(f): *Provided further*, That amounts in this paragraph may be transferred to the "State and Private Forestry", "National Forest System", and "Forest and Rangeland Research" accounts to fund State fire assistance, volunteer fire assistance, forest health management, forest and rangeland research, the Joint Fire Science Program, vegetation and watershed management, heritage site rehabilitation, and wildlife and fish habitat management and restoration: *Provided further*, *【That up to \$15,000,000 of the funds provided under this heading for hazardous fuels treatments may be transferred to and made a part of the "National Forest System" account at the sole discretion of the Chief 30 days after notifying the House and the Senate Committees on Appropriations: Provided further,】* That the costs of implementing any cooperative agreement between the Federal Government and any non-Federal entity may be shared, as mutually agreed on by the affected parties: *Provided further*, That *【up to \$15,000,000 of the funds provided herein may be used by the Secretary of Agriculture to enter into procurement contracts or cooperative agreements, or issue grants, for hazardous fuels reduction activities and for training and monitoring associated with such hazardous fuels reduction activities, on Federal land, or on adjacent non-Federal land for activities that benefit resources on Federal land: Provided further, That funds made available to implement the Community Forest Restoration Act, Public Law 106-393, title VI, shall be available for use on non-Federal lands in accordance with authorities made available to the Forest Service under the State and Private Forestry Appropriation】 of the funds provided herein, the Secretary of Agriculture may enter into procurement contracts or cooperative agreements, or issue grants for hazardous fuels reduction activities and for training and monitoring associated with such hazardous fuels reduction activities, on Federal land, or on adjacent non-Federal land for activities that benefit resources on Federal land: Provided further, That the Secretary of the Interior and the Secretary of Agriculture may authorize the transfer of funds appropriated for wildland fire management, in an aggregate amount not to exceed *【\$50,000,000】* \$10,000,000, between the Departments when such transfers would facilitate and expedite jointly funded wildland fire management programs and projects: *Provided further*, That of the funds provided for hazardous fuels reduction, not to exceed \$5,000,000, may be used to make grants, using any authorities available to the Forest Service under the State and Private Forestry appropriation, for the purpose of creating incentives for increased use of biomass from national forest lands: *Provided further*, That funds designated for wildfire suppression shall be assessed for cost pools on the same basis as such assessments are calculated against other*

agency programs *】*. (*Department of the Interior, Environment, and Related Agencies Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 12-1115-0-1-302		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Wildland fire management	2,680	2,389	2,517
09.01	Reimbursable program	111	137	137
10.00	Total new obligations	2,791	2,526	2,654
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	690	714	273
22.00	New budget authority (gross)	2,800	2,085	2,381
22.10	Resources available from recoveries of prior year obligations	14	.....	.....
22.22	Unobligated balance transferred from other accounts	1	.....	.....
23.90	Total budgetary resources available for obligation	3,505	2,799	2,654
23.95	Total new obligations	-2,791	-2,526	-2,654
24.40	Unobligated balance carried forward, end of year	714	273	.....
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	2,832	2,104	2,072
41.00	Transferred to other accounts	-134	-156	-119
42.00	Transferred from other accounts .....	.....	.....	291
43.00	Appropriation (total discretionary)	2,698	1,948	2,244
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	137	137	137
58.10	Change in uncollected customer payments from Federal sources (unexpired)	-35	.....	.....
58.90	Spending authority from offsetting collections (total discretionary)	102	137	137
70.00	Total new budget authority (gross)	2,800	2,085	2,381
Change in obligated balances:				
72.40	Obligated balance, start of year	568	869	773
73.10	Total new obligations	2,791	2,526	2,654
73.20	Total outlays (gross)	-2,511	-2,622	-2,402
73.45	Recoveries of prior year obligations	-14	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired)	35	.....	.....
74.40	Obligated balance, end of year	869	773	1,025
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	1,804	1,876	2,143
86.93	Outlays from discretionary balances	707	746	259
87.00	Total outlays (gross)	2,511	2,622	2,402
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-47	-47	-47
88.40	Non-Federal sources	-90	-90	-90
88.90	Total, offsetting collections (cash)	-137	-137	-137
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	35	.....	.....
Net budget authority and outlays:				
89.00	Budget authority	2,698	1,948	2,244
90.00	Outlays	2,374	2,485	2,265

Wildland Fire Management.—This appropriation provides funding for Forest Service fire management, presuppression, and suppression on National Forest System lands, adjacent State and private lands, and other lands under fire protection agreement.

Preparedness.—To protect National Forest System (NFS) lands from damage by wildfires commensurate with the threat to life, values at risk, public values, and management objectives.

Preparedness provides the basic fire organization and capability to prevent forest fires and to take prompt, effective initial attack suppression operations action on wildfires. This funding covers

WILDLAND FIRE MANAGEMENT—Continued

expenses associated with planning, prevention, detection, information, and education; pre-incident training; equipment and supply purchase and replacement; and other preparedness activities. Through this program the Forest Service also assists other Federal agencies and States with planning assistance, sharing joint equipment use contracts, and interagency fire coordination centers. The Budget includes funding for not less than 10,480 wildland firefighters.

Readiness levels reflect improvements in efficiencies and management controls, including those gained through a centralized aviation services office, as well as management of national shared resources such as large airtankers, helitankers, hotshot crews and smokejumpers. The Budget improves the transparency, accountability, and alignment of Forest Service budget execution with priorities, and it also reflects the deployment of a system that allocates fire preparedness resources (e.g., firefighters and equipment) effectively across geographic areas.

Fire Operations.—Risk-informed suppression of wildland fires on or threatening NFS lands, Department of the Interior lands, or other lands under fire protection agreement. The Budget responsibly budgets for wildfires, providing full funding of the ten-year average of suppression costs, adjusted for inflation, and includes indirect costs as required by Congress. In addition, a discretionary contingency funding reserve is proposed in recognition that the 10-year average may not be sufficient. Also, per Congress' direction in the 2010 Interior Appropriations Act, a FLAME fund has been created to pay for the most severe, complex, and threatening fires, and suppression and preparedness costs have been realigned to inform a more accurate 10-year average cost of fire suppression. To improve the management of wildland fire resources, the Forest Service will:

—Utilize the Senior Fire Leadership Council to provide executive level oversight monitoring of Suppression expenditures.

—Implement key findings from 2009 and prior year large fire cost reviews.

—Continue implementation of performance improvements including monitoring and analyzing large fire suppression expenditures with the stratified cost index and reducing the number of human caused ignitions.

—Utilize a risk-informed management response strategy for unplanned ignitions to manage risk, maximize resource utilization, manage loss and contain costs.

—Implement the updated implementation guidance for the Federal Wildland Fire policy, and, as appropriate, account for wildfires that contribute to attainment of desired ecological and natural resource conditions.

—Accurately share firefighting costs in the wildland-urban interface, or WUI, between responding agencies.

—Expand the use of the Wildland Fire Decision Support System (WFDSS), and its new decision analysis, to support managers in analyzing risk relative to strategic suppression decisions which affect suppression costs, firefighter and public safety, and impacts to property and resources.

—Utilize an integrated system to procure and allocate firefighting assets that improves their systems for determining the appropriate type and quantity of firefighting assets needed for the fire season or for effectively and efficiently procuring them.

—Place priority on those projects associated with a community wildfire protection plan, or equivalent.

These actions highlight important refinements within the Forest Services wildland fire management program that strengthen oversight and accountability of suppression spending and use risk management principles to guide decision-making at the

strategic, program, and operational levels. As part of these refinements, the Forest Service will categorize incidents by risk and apply operational and managerial protocols to guide the risk-informed allocation and use of resources; improve firefighter and community safety; and develop and use credible performance indicators. By identifying and analyzing risk in a systematic fashion, the Forest Service is better equipped to assess wildfire intensity and associated threats posed to lives, improved property, or the environment. This risk-informed fire protection system allows agency administrators the ability to choose from a full spectrum of wildfire management actions and appropriately scale their responses to the risks posed.

Other Wildland Fire Operations-Hazardous Fuels.—This appropriation provides funding for treatment of hazardous fuels on National Forest System lands and adjacent State and private lands. Hazardous fuel reduction is a vegetative manipulation program designed to modify the arrangement or reduce the volume of fuels. The program includes prescribed burning, mechanical treatments, and other methods. The hazardous fuels program includes activities that maintain desired fuel conditions with the intent of altering fire behavior and reducing future impacts of wildland fires. Increasing the use of fire is necessary for the retention of long term carbon sequestration capability of national forest managed lands.

The strategy of focusing treatments on the wildland urban interface will help minimize large, destructive, and costly wildfires, thereby protecting both communities and natural resources, reducing safety risks to firefighters and the public, and reducing wildfire suppression costs. In 2011, all Hazardous Fuels funds will be allocated using the Hazardous Fuel Prioritization Allocation System, which ranks and prioritizes projects based on factors such as fire risk, value of the resources at risk, efficiency of treatments, and effectiveness of treatments. Priority will be given to projects identified in Community Wildfire Protection Plans.

Object Classification (in millions of dollars)

Identification code 12-1115-0-1-302		2009 actual	2010 est.	2011 est.
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	681	617	639
11.3	Other than full-time permanent	79	91	92
11.5	Other personnel compensation	212	224	226
11.8	Special personal services payments	28	37	28
11.9	Total personnel compensation	1,000	969	985
12.1	Civilian personnel benefits	230	250	253
13.0	Benefits for former personnel	21	17	17
21.0	Travel and transportation of persons	47	48	48
22.0	Transportation of things	8	8	8
23.1	Rental payments to GSA	11	11	11
23.2	Rental payments to others	26	21	21
23.3	Communications, utilities, and miscellaneous charges	37	33	33
24.0	Printing and reproduction	1	1	1
25.2	Other services	525	430	506
25.3	Other purchases of goods and services from Government accounts	123	131	161
25.4	Operation and maintenance of facilities	1	1	1
25.5	Research and development contracts	2	1	1
25.7	Operation and maintenance of equipment	8	8	8
26.0	Supplies and materials	83	76	76
31.0	Equipment	28	23	23
32.0	Land and structures	2	1	1
41.0	Grants, subsidies, and contributions	526	359	362
42.0	Insurance claims and indemnities	1	1	1
99.0	Direct obligations	2,680	2,389	2,517
99.0	Reimbursable obligations	111	137	137
99.9	Total new obligations	2,791	2,526	2,654

Employment Summary

Identification code 12–1115–0–1–302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	12,254	14,315	14,279
Reimbursable:			
2001 Civilian full-time equivalent employment	37	37	37

FLAME WILDFIRE SUPPRESSION RESERVE FUND

(INCLUDING TRANSFERS OF FUNDS)

For [deposit in the FLAME Wildfire Suppression Reserve Fund created in title V, section 502(b) of this Act, \$413,000,000, to remain available until expended] *necessary expenses for large fire suppression operations of the Department of Agriculture and as a reserve fund for suppression and Federal emergency response activities, \$291,000,000, to remain available until expended: Provided, That such amounts are available only for transfer to the "Wildland Fire Management" account and only following a declaration by the Secretary that either (1) a wildland fire suppression event meets certain previously-established risk-based written criteria for significant complexity, severity, or threat posed by the fire or (2) funds in the "Wildland Fire Management" account will be exhausted within 30 days. (Department of the Interior, Environment, and Related Agencies Appropriations Act, 2010.)*

Program and Financing (in millions of dollars)

Identification code 12–1120–0–1–302	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year			413
22.00 New budget authority (gross)		413	
23.90 Total budgetary resources available for obligation		413	413
24.40 Unobligated balance carried forward, end of year		413	413
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation		413	291
41.00 Transferred to other accounts			–291
43.00 Appropriation (total discretionary)		413	
Net budget authority and outlays:			
89.00 Budget authority		413	
90.00 Outlays			

Amounts in the FLAME fund include the portion of the ten-year average of suppression obligations, adjusted for inflation, intended to support the most severe, complex, and threatening fires. The Secretary may permit transfers from this account to cover these extreme fire events. The Secretary may also transfer funds in the event that USDA has exhausted its suppression resources due to an active fire season.

PRESIDENTIAL WILDLAND FIRE CONTINGENCY RESERVE

For necessary expenses for emergency fire suppression operations of the Department of Agriculture, \$282,000,000, to remain available until expended: Provided, That such amounts are available only for transfer to the "Wildland Fire Management" account, and may be transferred only if (1) the Secretary of Agriculture has issued a declaration that all funds appropriated for emergency fire suppression operations under the headings "Wildland Fire Management" and "FLAME Wildfire Suppression Reserve Fund" will be exhausted within 30 days, and (2) the President issues a written determination that the transfer of such amounts is necessary for emergency fire suppression and Federal emergency response operations.

Program and Financing (in millions of dollars)

Identification code 12–1107–0–1–302	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			282
24.40 Unobligated balance carried forward, end of year			282
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			282
Net budget authority and outlays:			
89.00 Budget authority			282
90.00 Outlays			

The Budget reflects the President's commitment to wildfire management and community protection by establishing a new Presidential Wildland Fire Suppression Contingency Reserve that will provide up to \$282 million for the Department of Agriculture's emergency fire suppression operations. These funds will be available after the fully funded inflation-adjusted ten year average of suppression costs is exhausted. Amounts in the Presidential Wildland Fire Contingency Reserve, coupled with reforms to the Department of Agriculture's wildland firefighting program, minimize the need for the Department of Agriculture to transfer funds from non-fire programs to pay for firefighting when its appropriated suppression funds are exhausted. It will also lead to improved wildfire operations and promote safe, cost-effective, and accountable results from investments made in managing fire on landscapes.

RANGE BETTERMENT FUND

For necessary expenses of range rehabilitation, protection, and improvement, 50 percent of all moneys received during the prior fiscal year, as fees for grazing domestic livestock on lands in National Forests in the 16 Western States, pursuant to section 401(b)(1) of Public Law 94–579, as amended, to remain available until expended, of which not to exceed 6 percent shall be available for administrative expenses associated with on-the-ground range rehabilitation, protection, and improvements. *(Department of the Interior, Environment, and Related Agencies Appropriations Act, 2010.)*

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–5207–0–2–302	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year	5	5	4
01.99 Balance, start of year	5	5	4
Receipts:			
02.20 Receipts, Cooperative Range Improvements	3	3	3
02.99 Total receipts and collections	3	3	3
04.00 Total: Balances and collections	8	8	7
Appropriations:			
05.00 Range Betterment Fund	–3	–4	–4
05.99 Total appropriations	–3	–4	–4
07.99 Balance, end of year	5	4	3

Program and Financing (in millions of dollars)

Identification code 12–5207–0–2–302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Range betterment fund	3	4	4
10.00 Total new obligations	3	4	4

RANGE BETTERMENT FUND—Continued
Program and Financing—Continued

Identification code 12–5207–0–2–302	2009 actual	2010 est.	2011 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
22.00 New budget authority (gross)	3	4	4
23.90 Total budgetary resources available for obligation	4	5	5
23.95 Total new obligations	–3	–4	–4
24.40 Unobligated balance carried forward, end of year	1	1	1
New budget authority (gross), detail:			
Discretionary:			
40.20 Appropriation (special fund)	3	4	4
Change in obligated balances:			
72.40 Obligated balance, start of year	1	1	1
73.10 Total new obligations	3	4	4
73.20 Total outlays (gross)	–3	–4	–4
74.40 Obligated balance, end of year	1	1	1
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	3	3	3
86.93 Outlays from discretionary balances .....	.....	1	1
87.00 Total outlays (gross)	3	4	4
Net budget authority and outlays:			
89.00 Budget authority	3	4	4
90.00 Outlays	3	4	4

Fifty percent of grazing fees from National Forests in the 16 western States, once appropriated, are used to protect and improve rangeland productivity primarily through revegetation, construction and reconstruction, and maintenance of improvements under authority of the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1751), as amended.

Object Classification (in millions of dollars)

Identification code 12–5207–0–2–302	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent .....	.....	1	1
25.2 Other services	1	1	1
26.0 Supplies and materials	2	2	2
99.9 Total new obligations	3	4	4

Employment Summary

Identification code 12–5207–0–2–302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	11	12	12

STEWARDSHIP CONTRACTING PRODUCT SALES

Program and Financing (in millions of dollars)

Identification code 12–5540–0–2–302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Stewardship contracting	3	7	6
10.00 Total new obligations (object class 25.2)	3	7	6
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	6	4
22.00 New budget authority (gross)	6	5	5
23.90 Total budgetary resources available for obligation	9	11	9
23.95 Total new obligations	–3	–7	–6
24.40 Unobligated balance carried forward, end of year	6	4	3

New budget authority (gross), detail:

Mandatory:			
60.20 Appropriation (special fund)	6	5	5
Change in obligated balances:			
72.40 Obligated balance, start of year	2	2	4
73.10 Total new obligations	3	7	6
73.20 Total outlays (gross)	–3	–5	–5
74.40 Obligated balance, end of year	2	4	5
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	1	4	4
86.98 Outlays from mandatory balances	2	1	1
87.00 Total outlays (gross)	3	5	5
Net budget authority and outlays:			
89.00 Budget authority	6	5	5
90.00 Outlays	3	5	5

LAND ACQUISITION

For expenses necessary to carry out the provisions of the Land and Water Conservation Fund Act of 1965, as amended (16 U.S.C. 4601–4 through 11), including administrative expenses, and for acquisition of land or waters, or interest therein, in accordance with statutory authority applicable to the Forest Service, **[\$63,522,000]** \$73,664,000, to be derived from the Land and Water Conservation Fund and to remain available until expended.

ACQUISITION OF LANDS FOR NATIONAL FORESTS SPECIAL ACTS

For acquisition of lands within the exterior boundaries of the Cache, Uinta, and Wasatch National Forests, Utah; the Toiyabe National Forest, Nevada; and the Angeles, San Bernardino, Sequoia, and Cleveland National Forests, California, as authorized by law, \$1,050,000, to be derived from forest receipts.

ACQUISITION OF LANDS TO COMPLETE LAND EXCHANGES

For acquisition of lands, such sums, to be derived from funds deposited by State, county, or municipal governments, public school districts, or other public school authorities, and for authorized expenditures from funds deposited by non-Federal parties pursuant to Land Sale and Exchange Acts, pursuant to the Act of December 4, 1967, as amended (16 U.S.C. 484a), to remain available until expended. (16 U.S.C. 4601–516–617a, 555a; Public Law 96–586; Public Law 76–589, 76–591; and Public Law 78–310; Department of the Interior, Environment, and Related Agencies Appropriations Act, 2010.)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–9923–0–2–302	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year .....	.....	.....	1
01.99 Balance, start of year .....	.....	.....	1
Receipts:			
02.20 Deposits, Acquisitions of Lands for National Forests, Special Acts	1	1	1
02.21 Land Acquisition Proceeds for Exchanges, Acquisition of Lands to Complete Land Exchanges	9	50	25
02.22 Facility Realignment and Enhancement Receipts, Acquisition of Lands to Complete Land Exchanges .....	.....	1	1
02.99 Total receipts and collections	10	52	27
04.00 Total: Balances and collections	10	52	28
Appropriations:			
05.00 Land Acquisition	–1	–1	–1
05.01 Land Acquisition	–9	–50	–25
05.99 Total appropriations	–10	–51	–26
07.99 Balance, end of year .....	.....	1	2

Program and Financing (in millions of dollars)

Identification code 12–9923–0–2–302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Land Acquisitions	51	71	46
00.02 Land Facilities Enhancement Fund	15	19	23
00.03 Land Acquisition - Special Acts	2	1	1
10.00 Total new obligations	68	91	70
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	54	46	70
22.00 New budget authority (gross)	60	115	100
23.90 Total budgetary resources available for obligation	114	161	170
23.95 Total new obligations	–68	–91	–70
24.40 Unobligated balance carried forward, end of year	46	70	100
New budget authority (gross), detail:			
Discretionary:			
40.20 Appropriation (LWCF)	50	64	74
40.20 Appropriation (special act)	1	1	1
43.00 Appropriation (total discretionary)	51	65	75
Mandatory:			
60.20 Appropriation (special fund)	9	50	25
70.00 Total new budget authority (gross)	60	115	100
Change in obligated balances:			
72.40 Obligated balance, start of year	29	21	38
73.10 Total new obligations	68	91	70
73.20 Total outlays (gross)	–76	–74	–87
74.40 Obligated balance, end of year	21	38	21
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	41	43	50
86.93 Outlays from discretionary balances	20	21	22
86.97 Outlays from new mandatory authority .....	.....	10	5
86.98 Outlays from mandatory balances	15	.....	10
87.00 Total outlays (gross)	76	74	87
Net budget authority and outlays:			
89.00 Budget authority	60	115	100
90.00 Outlays	76	74	87

This appropriation consolidates land acquisition authorities for acquisition of lands, waters, or interest therein, as authorized by law. Following the President's continued commitment to increase efforts to acquire and conserve new parks and public lands, the Budget provides an additional \$10 million for a total of \$75 million for land acquisition within the Land Water Conservation Fund.

Land and Water Conservation Fund.—Lands and other interests are acquired adjacent to areas of the National Forest System for such purposes as outdoor recreation, wilderness management, wildlife habitat conservation, watershed protection and enhancement, and resource management.

Acquisition of Lands of National Forests, Special Acts.—To acquire lands within critical watersheds to provide soil stabilization and restoration of vegetation. Public Laws 76–589, 76–591 and 78–310 (54 Stat. 297, 298, 299, and 402; and 58 Stat. 227–228) authorize appropriations for the purchase of lands to minimize erosion and flood damage to critical watersheds within the following National Forests: the Cache, Uinta, and Wasatch, Utah; the Toiyabe, Nevada; and the Angeles, Cleveland, San Bernardino, and Sequoia, California. Appropriations are made from receipts on these national forests.

Acquisition of Lands to Complete Land Exchanges.—Deposits are made by State, county, or municipal governments, public school authorities, or non-Federal parties and are used to acquire lands for National Forest System purposes or for other authorized purposes.

Object Classification (in millions of dollars)

Identification code 12–9923–0–2–302	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	5	4	5
12.1 Civilian personnel benefits	1	1	1
21.0 Travel and transportation of persons .....	.....	2	2
25.2 Other services	11	13	13
25.3 Other purchases of goods and services from Government accounts	4	2	2
32.0 Land and structures	47	68	46
41.0 Grants, subsidies, and contributions .....	.....	1	1
99.9 Total new obligations	68	91	70

Employment Summary

Identification code 12–9923–0–2–302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	77	77	70
Allocation account:			
3001 Civilian full-time equivalent employment	142	140	140

FOREST SERVICE PERMANENT APPROPRIATIONS**Special and Trust Fund Receipts** (in millions of dollars)

Identification code 12–9921–0–2–999	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year	237	161	129
01.99 Balance, start of year	237	161	129
Receipts:			
02.20 National Forests Fund	–73	.....	.....
02.21 National Forests Fund, Payments to States	169	93	91
02.22 Timber Roads, Purchaser Elections	4	4	4
02.23 National Forests Fund, Roads and Trails for States	–8	12	12
02.24 Timber Salvage Sales	24	32	23
02.25 Deposits, Brush Disposal	8	11	11
02.26 Rents and Charges for Quarters, Forest Service	8	9	9
02.27 Timber Sales Pipeline Restoration Fund	10	9	9
02.28 Recreational Fee Demonstration Program, Forest Service	66	67	68
02.29 Midewin National Tallgrass Prairie Rental Fees	1	1	1
02.30 Charges, User Fees, and Natural Resource Utilization, Land between the Lakes, Forest Service	4	4	5
02.31 Administration of Rights-of-way and Other Land Uses	1	3	4
02.32 Miscellaneous Collections, Valles Caldera Fund	1	1	1
02.33 Funds Retained, Stewardship Contracting Product Sales	6	5	5
02.34 National Grasslands	10	13	13
02.35 Miscellaneous Special Funds, Forest Service	45	3	3
02.99 Total receipts and collections	276	267	259
04.00 Total: Balances and collections	513	428	388
Appropriations:			
05.00 Stewardship Contracting Product Sales	–6	–5	–5
05.01 Forest Service Permanent Appropriations	–346	–294	–286
05.99 Total appropriations	–352	–299	–291
07.99 Balance, end of year	161	129	97

Program and Financing (in millions of dollars)

Identification code 12–9921–0–2–999	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Brush disposal	12	15	15
00.02 Restoration of forest lands and improvements	10	15	15
00.03 Recreation fee demonstration / enhancement programs	102	100	68
00.04 Timber roads - purchaser election program	3	2	2
00.05 Timber salvage sale program	33	34	34
00.06 Timber pipeline restoration fund (includes forest botanical products)	6	10	9
00.07 Roads and trails (10 % Fund)	1	2	10
00.08 Midewin Tallgrass Prairie funds	1	1	1
00.09 Operation and maintenance of quarters	7	8	8
00.10 Land between the lakes management fund	4	4	4
00.11 Valles Caldera fund	1	1	1
00.12 Administration of rights-of-way and other land uses	1	2	3
00.13 Payment to states - national forest fund	97	87	85
00.14 Payment to states - transfers from Treasury	395	387	348
00.15 Payments to Minnesota	2	6	6

FOREST SERVICE PERMANENT APPROPRIATIONS—Continued
Program and Financing—Continued

Identification code 12–9921–0–2–999		2009 actual	2010 est.	2011 est.
00.16	Payments to counties - national grasslands	16	13	13
09.01	Admin rights of way - Reimbursable program	2	5	6
10.00	Total new obligations	693	692	628
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	507	562	555
22.00	New budget authority (gross)	745	685	638
22.10	Resources available from recoveries of prior year obligations	2		
22.22	Unobligated balance transferred from other accounts	1		
23.90	Total budgetary resources available for obligation	1,255	1,247	1,193
23.95	Total new obligations	–693	–692	–628
24.40	Unobligated balance carried forward, end of year	562	555	565
New budget authority (gross), detail:				
Mandatory:				
60.00	Appropriation	395	387	348
60.20	Appropriation (special fund)	346	294	286
62.50	Appropriation (total mandatory)	741	681	634
69.00	Offsetting collections (cash)	4	4	4
70.00	Total new budget authority (gross)	745	685	638
Change in obligated balances:				
72.40	Obligated balance, start of year	80	82	12
73.10	Total new obligations	693	692	628
73.20	Total outlays (gross)	–689	–762	–638
73.45	Recoveries of prior year obligations	–2		
74.40	Obligated balance, end of year	82	12	2
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	536	647	600
86.98	Outlays from mandatory balances	153	115	38
87.00	Total outlays (gross)	689	762	638
Offsets:				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources	–4	–4	–4
Net budget authority and outlays:				
89.00	Budget authority	741	681	634
90.00	Outlays	685	758	634
Memorandum (non-add) entries:				
92.01	Total investments, start of year: Federal securities: Par value	3		3
92.02	Total investments, end of year: Federal securities: Par value		3	3

Operation and Maintenance of Quarters.—Quarters rental deductions are collected from employees occupying Forest Service facilities. Amounts are deposited into a special fund and are available for the maintenance and operation of employee-occupied quarters (5 U.S.C. 5911).

Resource Management, Timber Receipts.—Funds in this special account are available for trail maintenance, reconstruction, and construction; wildlife and fisheries habitat management; soil, water, and air management; cultural/heritage resource management; wilderness management; reforestation; and timber sale administration and management.

Recreation Fee Program.—The Secretary may establish, modify, charge, and collect recreation fees at Federal recreational lands and waters, including specific recreation sites or areas, for expanded recreation amenities, and special recreation permits. Amounts collected shall be used for repair, maintenance, interpretation, visitor information, limited habitat restoration, and direct operating or capital costs and other identified appropriate expenses. (16 U.S.C. 6801 note, 118 Stat.3377–3393)

Midewin National Tallgrass Prairie Rental Fees.—Monies received under a special use authorization are available to cover the cost to the United States of prairie improvement work at the Midewin National Tallgrass Prairie (Public Law 104–106, div. B, [Title XXIX, sec. 2915 (b), (c)], Feb. 10,1996, 110 Stat. 601).

Midewin National Tallgrass Prairie Restoration Fund.—Monies received from user fees and the salvage value proceeds from sale of any facilities and improvements are available to cover the costs of restoration and administrative activities. (Public Law 104–106, div. B, [Title XXIX, sec. 2915 (d), (e), and (f)], Feb. 10,1996, 110 Stat. 601)

Payment to Minnesota.—At the close of each fiscal year, the State of Minnesota is paid 0.75 percent of the appraised value of certain Superior National Forest lands in the counties of Cook Lake and St. Louis for distribution to these counties (16 U.S.C. 577g).

Payments to Counties, National Grasslands.—This program provides an annual payment to counties in which Title III—Bankhead-Jones Acquired Lands are located for funding public schools and roads. Of the net revenues for use of Title III Bankhead-Jones Farm Tenant Act lands, 25 percent is paid to the counties in which such lands are located for public school and road purposes (7 U.S.C. 1012).

Payments to States.—The Secure Rural Schools and Community Self-Determination Act of 2000 (SRS Act), P.L. 106–393, was enacted to provide five years of transitional assistance to rural counties affected by the decline in revenue from timber harvests on federal lands. The last payment authorized under P.L. 106–393 was for 2006. On October 3, 2008, P.L. 110–343 (H.R. 1424, Emergency Economic Stabilization Act of 2008, Energy Improvement and Extension Act of 2008, and Alternative Minimum Tax Relief Act of 2008) was signed into law. Section 106 of Division C of P.L. 110–343 amends and reauthorizes the SRS Act (P.L. 106–393). The SRS Act, as amended, retains the original title. The amended SRS Act is similar to P.L. 106–393 although it is structured to phase-out payments. The structure and significant elements of Title I have been amended, but Titles II and III remain mostly intact.

Expenses, Brush Disposal.—Funds from payments by purchasers of National Forest timber to dispose of or treat slash and other debris that result from cutting operations (16 U.S.C. 490).

Licensee programs, Forest Service.—Funds from fees for the use of characters by private enterprises are collected under regulations promulgated by the Secretary as follows:

Smokey Bear.—For furthering the nationwide forest fire prevention campaign (16 U.S.C. 580(2)).

Woodsy Owl.—For promoting wise use of the environment and programs which foster maintenance and improvement of environmental quality (16 U.S.C. 580(1)).

Restoration of forestlands and improvements.—Funds from claim settlements involving damage to lands or improvements and from forfeiture of deposits and bonds by permittees and timber purchasers are used for the restoration made necessary by the action which led to the settlement of forfeiture (16 U.S.C. 579c).

Timber Purchaser Roads Constructed by Forest Service.—Funds from timber receipts for Government constructed permanent roads for purchasers of timber who qualify as small businesses and elect to have the Forest Service construct the roads designated under the timber sale contract where costs exceed \$20,000 (16 U.S.C. 472a(i)).

Tongass Timber Supply Fund.—Funds from sales of Alaska timber to maintain the timber supply from the Tongass National Forest at a specified level (16 U.S.C. 539d).

Timber Salvage Sales.—Funds are used for salvage of insect-infested, dead, damaged, or down timber, and to remove associated trees for stand improvement (16 U.S.C. 472a(h)).

Timber Sales Pipeline Restoration Fund.—Funds are used for restoring the timber pipeline and funding the backlog of recreation projects on National Forest System lands (P.L. 104–134, Sec. 101 (c), [Title III Sec. 327], April 26, 1996, 110 Stat. 1321–206 and 207).

Valles Caldera Fund.—Funds authorized under the Valles Caldera Preservation Act (Public Law 106–248) are available without further appropriation for any purpose consistent with the purposes of the Act. Notwithstanding sections 1341 and 3302 of title 31 of the United States Code, all monies received from donations under subsection (g) or from the management of the Preserve shall be retained and shall be available, without further appropriation, for the administration, preservation, restoration, operation and maintenance, improvement, repair, and related expenses incurred with respect to properties under its management jurisdiction (16 U.S.C. 698v–4, 698v–6).

Forest Botanical Products.—Funds are used for the recovery of fair market value for the sale of forest botanical products; the collection of fees to cover the costs of analyzing, granting, modifying, and monitoring the harvest of these products; the determination of sustainable harvest levels; and the establishment of personal use levels for which fees would not be collected (16 U.S.C. 528 note).

Administration of Rights-of-Way and Other Land Uses.—Fees collected from applicants and holders of special use authorizations are available to recover costs for processing applications and monitoring compliance with special use authorizations (31 U.S.C. 9701; 43 U.S.C. 1764(g); 30 U.S.C. 815(1); P.L. 82–137; P.L. 66–146; P.L. 94–579; 113 Stat. 1501A–196–197 as amended by 118 Stat. 3105; 119 Stat. 555 and P.L. 110–161; 16 U.S.C. 4601–6d; 117 Stat. 294–297).

Object Classification (in millions of dollars)

Identification code 12–9921–0–2–999	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	49	48	48
11.3 Other than full-time permanent	13	13	13
11.5 Other personnel compensation	4	4	4
11.9 Total personnel compensation	66	65	65
12.1 Civilian personnel benefits	17	17	16
13.0 Benefits for former personnel	1	1	1
21.0 Travel and transportation of persons	2	2	2
22.0 Transportation of things	1	1	1
23.1 Rental payments to GSA	1	1	1
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	5	5	5
24.0 Printing and reproduction	1	1	1
25.2 Other services	67	64	64
25.3 Other purchases of goods and services from Government accounts	8	9	9
25.7 Operation and maintenance of equipment	1	1	1
26.0 Supplies and materials	12	12	12
31.0 Equipment	2	2	2
32.0 Land and structures	2	2	2
41.0 Grants, subsidies, and contributions	504	503	439
99.0 Direct obligations	691	687	622
99.0 Reimbursable obligations	2	5	6
99.9 Total new obligations	693	692	628

Employment Summary

Identification code 12–9921–0–2–999	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	1,311	1,273	1,245
Reimbursable:			

2001	Civilian full-time equivalent employment	19	24	26
------	--	----	----	----

WORKING CAPITAL FUND Program and Financing (in millions of dollars)

Identification code 12–4605–0–4–302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
09.01 Working capital fund	231	236	241
10.00 Total new obligations	231	236	241
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	106	126	86
22.00 New budget authority (gross)	245	196	196
22.10 Resources available from recoveries of prior year obligations	6		
23.90 Total budgetary resources available for obligation	357	322	282
23.95 Total new obligations	–231	–236	–241
24.40 Unobligated balance carried forward, end of year	126	86	41
New budget authority (gross), detail:			
69.00 Mandatory:			
69.00 Offsetting collections (cash)	245	196	196
Change in obligated balances:			
72.40 Obligated balance, start of year	39	51	91
73.10 Total new obligations	231	236	241
73.20 Total outlays (gross)	–213	–196	–196
73.45 Recoveries of prior year obligations	–6		
74.40 Obligated balance, end of year	51	91	136
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	187	166	166
86.98 Outlays from mandatory balances	26	30	30
87.00 Total outlays (gross)	213	196	196
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	–227	–183	–183
88.40 Non-Federal sources	–18	–13	–13
88.90 Total, offsetting collections (cash)	–245	–196	–196
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	–32		

The Working Capital Fund is a self-sustaining revolving fund that provides services to national forests, to research experiment stations, to other Federal agencies when necessary, to State and private agencies as provided by law, and to persons who cooperate with the Forest Service in fire control and other authorized programs.

Forestry-related supply and support services include:

Equipment Services.—The Fund owns, operates, maintains, replaces, and repairs common-use, motor-driven, and similar equipment. This equipment is rented to administrative units, that is, national forests, research experiment stations, and other units, and, in some cases, to other agencies, at rates which recover the cost of operation, repair and maintenance, management, and depreciation. The rates also include an increment which provides additional cash which, when added to depreciation earnings and the residual value of equipment, provides sufficient funds to replace the equipment.

Aircraft Services.—The Fund operates, maintains, and repairs Forest Service-owned aircraft used in fire surveillance and suppression and in other Forest Service programs. The aircraft are rented to national forests, research experiment stations, and in some cases to other agencies, at rates which recover the

WORKING CAPITAL FUND—Continued

cost of depreciation, operation, maintenance, repair, and improvements in the airworthiness of the aircraft. Aircraft replacement costs are financed from either appropriated funds or the Forest Service Working Capital Fund, or a combination of both.

Supply Services.—The fund operates the following common services, and provides for cost-recovery of Working Capital Fund Program Management: Photo reproduction laboratories that store, reproduce, and supply aerial photographs, aerial maps, and other photographs of national forest lands. Photographic reproductions are sold to national forests, research experiment stations, and others at cost. Sign shops that manufacture and supply special signs for the national forests for use in regulating traffic and as information to the public and other users of the national forests. Signs are sold to national forests and research experiment stations at cost.

Nurseries.—The fund operates seed supply services that provide tree seed for direct seeding or sowing in nurseries for the production of trees. Activities include purchase or collection of cones, extraction of seeds, cleaning and testing, and storage and delivery. The fund operates in conjunction with tree nurseries; that is, forest tree nurseries and cold storage facilities for storage of tree seedlings. Tree seedlings are sold to national forests, State foresters, and other cooperators at cost.

The Budget includes Forest Service implementation, in conjunction with the General Services Administration, of a vehicle allocation methodology that analyzes fleet vehicle effectiveness, cost-to-serve, life cycle costs, vehicle pooling, procurement practices, and reduction of operating costs.

Object Classification (in millions of dollars)

Identification code 12-4605-0-4-302	2009 actual	2010 est.	2011 est.
Reimbursable obligations:			
Personnel compensation:			
11.1 Full-time permanent	39	39	39
11.3 Other than full-time permanent	2	2	2
11.5 Other personnel compensation	4	4	4
11.9 Total personnel compensation	45	45	45
12.1 Civilian personnel benefits	10	10	10
13.0 Benefits for former personnel		1	1
21.0 Travel and transportation of persons	5	3	3
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	2	1	1
24.0 Printing and reproduction	1	1	1
25.2 Other services	11	10	10
25.3 Other purchases of goods and services from Government accounts	3	4	4
25.7 Operation and maintenance of equipment	29	24	24
26.0 Supplies and materials	44	56	56
31.0 Equipment	79	78	83
41.0 Grants, subsidies, and contributions		1	1
99.0 Reimbursable obligations	231	236	241
99.9 Total new obligations	231	236	241

Employment Summary

Identification code 12-4605-0-4-302	2009 actual	2010 est.	2011 est.
Reimbursable:			
2001 Civilian full-time equivalent employment	588	575	565

Trust Funds

FOREST SERVICE TRUST FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-9974-0-7-302	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.00 Transfers from General Fund of Amounts Equal to Certain			
Customs Duties, Reforestation Trust Fund	30	30	30
02.20 Forest Service Cooperative Fund	78	70	74
02.40 General Fund Payment from Wildland Fire Management, Forest Service Cooperative Fund	130		
02.99 Total receipts and collections	238	100	104
04.00 Total: Balances and collections	238	100	104
Appropriations:			
05.00 Forest Service Trust Funds	-238	-100	-104
05.99 Total appropriations	-238	-100	-104
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-9974-0-7-302	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Cooperative work trust fund	82	85	79
00.02 Cooperative work advance payments	13	17	17
00.03 Reforestation trust fund	31	30	30
09.01 Reimbursable program-coop work other	27	33	33
10.00 Total new obligations	153	165	159

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	264	361	326
22.00 New budget authority (gross)	249	130	135
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	514	491	461
23.95 Total new obligations	-153	-165	-159
24.40 Unobligated balance carried forward, end of year	361	326	302

New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	238	100	104
69.00 Offsetting collections (cash)	11	30	31
70.00 Total new budget authority (gross)	249	130	135

Change in obligated balances:			
72.40 Obligated balance, start of year	52	48	82
73.10 Total new obligations	153	165	159
73.20 Total outlays (gross)	-156	-131	-134
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	48	82	107

Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	117	104	108
86.98 Outlays from mandatory balances	39	27	26
87.00 Total outlays (gross)	156	131	134

Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-11	-30	-31

Net budget authority and outlays:			
89.00 Budget authority	238	100	104
90.00 Outlays	145	101	103

Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities: Par value	6	6	6
92.02 Total investments, end of year: Federal securities: Par value	6	6	6

Reforestation Trust Fund.—Amounts from this account are used for reforestation and timber stand improvement as authorized by 16 U.S.C. 1606a (d) .

Cooperative Work Trust Fund.—Funds, including deposits from purchasers of timber, are received and used for specified work in forest investigations, protection, and improvement of the National Forest System, including protection, reforestation, and administration of private lands adjacent to National Forests (7 U.S.C. 2269; 16 U.S.C. 498, 535, 572, 572a, 576b, 1643; and 31 U.S.C. 1321).

Land Between the Lakes Trust Fund.—Interest earned from funds transferred by the Tennessee Valley Authority is available for public education, grants, recreation internships, conservation and multiple-use management of the Land Between the Lakes (16 U.S.C. 460lll-31).

Object Classification (in millions of dollars)

Identification code 12–9974–0–7–302	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	42	43	40
11.3 Other than full-time permanent	4	4	4
11.5 Other personnel compensation	3	3	3
11.9 Total personnel compensation	49	50	47
12.1 Civilian personnel benefits	15	15	14
21.0 Travel and transportation of persons	1	1	1
23.1 Rental payments to GSA	1	1	1
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	2	2	2
25.2 Other services	38	42	40
25.3 Other purchases of goods and services from Government accounts	6	7	7
26.0 Supplies and materials	7	7	7
31.0 Equipment	2	2	2
32.0 Land and structures	2	2	2
41.0 Grants, subsidies, and contributions	2	2	2
99.0 Direct obligations	126	132	126
99.0 Reimbursable obligations	27	33	33
99.9 Total new obligations	153	165	159

Employment Summary

Identification code 12–9974–0–7–302	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	841	844	785
Reimbursable:			
2001 Civilian full-time equivalent employment	184	185	185

ADMINISTRATIVE PROVISIONS, FOREST SERVICE

(INCLUDING TRANSFERS OF FUNDS)

Appropriations to the Forest Service for the current fiscal year shall be available for: (1) purchase of passenger motor vehicles; acquisition of passenger motor vehicles from excess sources, and hire of such vehicles; purchase, lease, operation, maintenance, and acquisition of aircraft from excess sources to maintain the operable fleet for use in Forest Service wildland fire programs and other Forest Service programs; notwithstanding other provisions of law, existing aircraft being replaced may be sold, with proceeds derived or trade-in value used to offset the purchase price for the replacement aircraft; (2) services pursuant to 7 U.S.C. 2225, and not to exceed \$100,000 for employment under 5 U.S.C. 3109; (3) purchase, erection, and alteration of buildings and other public improvements (7 U.S.C. 2250); (4) acquisition of land, waters, and interests therein pursuant to 7 U.S.C. 428a; (5) for expenses pursuant to the Volunteers in the National Forest Act of 1972 (16 U.S.C. 558a, 558d, and 558a note); (6) the cost of uniforms as authorized by 5 U.S.C. 5901–5902; and (7) for debt collection contracts in accordance with 31 U.S.C. 3718(c).

Any appropriations or funds available to the Forest Service may be transferred to the Wildland Fire Management appropriation for forest

firefighting, emergency rehabilitation of burned-over or damaged lands or waters under its jurisdiction, and fire preparedness due to severe burning conditions [five days after the Secretary notifies] upon the Secretary's notification of the House and Senate Committees on Appropriations that all fire suppression funds appropriated under the headings "Wildland Fire Management" and "FLAME Wildfire Suppression Reserve Fund" [shall be] and "Presidential Wildland Fire Contingency Reserve" [fully obligated] will be exhausted within 30 days[: Provided, That all funds used pursuant to this paragraph must be replenished by a supplemental appropriation which must be requested as promptly as possible].

Funds appropriated to the Forest Service shall be available for assistance to or through the Agency for International Development in connection with forest and rangeland research, technical information, and assistance in foreign countries, and shall be available to support forestry and related natural resource activities outside the United States and its territories and possessions, including technical assistance, education and training, and cooperation with United States and international organizations.

[None of the funds made available to the Forest Service in this Act or any other Act with respect to any fiscal year shall be subject to transfer under the provisions of section 702(b) of the Department of Agriculture Organic Act of 1944 (7 U.S.C. 2257), section 442 of Public Law 106–224 (7 U.S.C. 7772), or section 10417(b) of Public Law 107–107 (7 U.S.C. 8316(b)).]

[None of the funds available to the Forest Service may be reprogrammed without the advance approval of the House and Senate Committees on Appropriations in accordance with the reprogramming procedures contained in the joint explanatory statement of the managers accompanying this Act.]

[Not more than \$78,350,000 of funds available to the Forest Service shall be transferred to the Working Capital Fund of the Department of Agriculture and not more than \$19,825,000 of funds available to the Forest Service shall be transferred to the Department of Agriculture for Department Reimbursable Programs, commonly referred to as Greenbook charges. Nothing in this paragraph shall prohibit or limit the use of reimbursable agreements requested by the Forest Service in order to obtain services from the Department of Agriculture's National Information Technology Center.]

Funds available to the Forest Service shall be available [to conduct a program of up to \$5,000,000] for priority projects within the scope of the approved budget, [of] which [\$2,500,000] shall be carried out by the Youth Conservation Corps and [\$2,500,000] shall be carried out under the authority of the *Public Lands Corps Act of 1993, Public Law 103–82, as amended by Public Lands Corps Healthy Forests Restoration Act of 2005, Public Law 109–154.*

Of the funds available to the Forest Service, \$4,000 is available to the Chief of the Forest Service for official reception and representation expenses.

Pursuant to sections 405(b) and 410(b) of Public Law 101–593, of the funds available to the Forest Service, [\$3,000,000] up to \$3,000,000 may be advanced in a lump sum to the National Forest Foundation to aid conservation partnership projects in support of the Forest Service mission, without regard to when the Foundation incurs expenses, for projects on or benefitting National Forest System lands or related to Forest Service programs: *Provided, That of the Federal funds made available to the Foundation, no more than \$300,000 shall be available for administrative expenses: Provided further, That the Foundation shall obtain, by the end of the period of Federal financial assistance, private contributions to match on at least one-for-one basis funds made available by the Forest Service: Provided further, That the Foundation may transfer Federal funds to Federal or a non-Federal recipient for a project at the same rate that the recipient has obtained the non-Federal matching funds: Provided further, That authorized investments of Federal funds held by the Foundation may be made only in interest-bearing obligations of the United States or in obligations guaranteed as to both principal and interest by the United States.*

Pursuant to section 2(b)(2) of Public Law 98–244, \$3,000,000 of the funds available to the Forest Service [shall] may be advanced to the National Fish and Wildlife Foundation in a lump sum to aid cost-share conservation projects, without regard to when expenses are incurred, on or benefitting National Forest System lands or related to Forest Service programs: *Provided, That such funds shall be matched on at least a one-*

for-one basis by the Foundation or its sub-recipients: *Provided further*, That the Foundation may transfer Federal funds to a Federal or non-Federal recipient for a project at the same rate that the recipient has obtained the non-Federal matching funds.

Funds appropriated to the Forest Service shall be available for interactions with and providing technical assistance to rural communities and natural resource-based businesses for sustainable rural development purposes: *Provided*, That no more than 2 percent of any unit's budget may be used for such purposes: *Provided further*, That no more than 5 percent of the funds in any budget line item may be used for such purposes.

【Funds appropriated to the Forest Service shall be available for payments to counties within the Columbia River Gorge National Scenic Area, pursuant to section 14(c)(1) and (2), and section 16(a)(2) of Public Law 99–663.】

【An eligible individual who is employed in any project funded under title V of the Older American Act of 1965 (42 U.S.C. 3056 et seq.) and administered by the Forest Service shall be considered to be a Federal employee for purposes of chapter 171 of title 28, United States Code.】

Funds available to the Forest Service, not to exceed \$55,000,000, shall be assessed for the purpose of performing fire, administrative and other facilities maintenance and decommissioning. Such assessments shall occur using a square foot rate charged on the same basis the agency uses to assess programs for payment of rent, utilities, and other support services.

Notwithstanding any other provision of law, any appropriations or funds available to the Forest Service not to exceed \$500,000 may be used to reimburse the Office of the General Counsel (OGC), Department of Agriculture, for travel and related expenses incurred as a result of OGC assistance or participation requested by the Forest Service at meetings, training sessions, management reviews, land purchase negotiations and similar non-litigation related matters. 【Future budget justifications for both the Forest Service and the Department of Agriculture should clearly display the sums previously transferred and the requested funding transfers.】

【The 19th unnumbered paragraph under heading "Administrative Provisions, Forest Service" in title III of the Department of the Interior, Environment, and Related Agencies Appropriations Act, 2006, Public Law 109–54, is amended by striking "2009" and inserting "2014".】 (*Department of the Interior, Environment, and Related Agencies Appropriations Act, 2010.*)

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2009 actual	2010 est.	2011 est.
Offsetting receipts from the public:			
12–143500 General Fund Proprietary Interest Receipts, not Otherwise Classified	1	1	1
12–181100 National Grasslands	48	44	40
12–222100 National Forest Fund	22	11	.....
12–270110 Agriculture Credit Insurance, Negative Subsidies	1	3	1
12–270130 Agriculture Credit Insurance, Downward Reestimates of Subsidies	951	212	.....
12–270210 Rural Electrification and Telephone Loans, Negative Subsidies	57	67	70
12–270230 Rural Electrification and Telephone Loans, Downward Reestimates of Subsidies	494	229	.....
12–270330 Rural Water and Waste Disposal, Downward Reestimates of Subsidies	5	158	.....
12–270530 Rural Community Facility, Downward Reestimates of Subsidies	4	35	.....
12–270610 Rural Housing Insurance, Negative Subsidies .....	.....	.....	7
12–270630 Rural Housing Insurance, Downward Reestimates of Subsidies	670	126	.....
12–270730 Rural Business and Industry, Downward Reestimates of Subsidies	50	15	.....
12–270830 P.L. 480 Loan Program, Downward Reestimates of Subsidies	348	431	.....
12–271030 Rural Development Loans, Downward Reestimates of Subsidies	7	5	.....
12–271130 Rural Telephone Bank Loans, Downward Reestimates of Subsidies	6	3	.....
12–271330 Economic Development Loans, Downward Reestimates of Subsidies	3	5	.....

12–274630 Downward Reestimates, Distance Learning, Telemedicine, and Broadband Program	16	11	.....
12–275430 Apple Loan Program, Downward Reestimates of Subsidies	1	1	.....
12–275610 Negative Subsidies, Farm Storage Facility Loans .....	.....	1	3
12–275630 Farm Storage Facility Loans, Downward Reestimate of Subsidies	61	17	.....
12–275730 Commodity Credit Corporation Export Guarantee Financing, Downward Reestimate of Subsidies	64	94	.....
12–277930 Multifamily Housing Revitalization Fund, Downward Reestimates of Subsidies	3	8	.....
12–279310 Commodity Credit Corporation Export Guarantee Financing, Negative Subsidies .....	.....	45	52
12–322000 All Other General Fund Proprietary Receipts Including Budget Clearing Accounts	5	5	5
General Fund Offsetting receipts from the public	2,817	1,527	179
Intragovernmental payments:			
12–388500 Undistributed Intragovernmental Payments and Receivables from Cancelled Accounts	54	.....	.....
General Fund Intragovernmental payments	54	.....	.....

TITLE VII—GENERAL PROVISIONS

(INCLUDING【RESCISSIONS】 CANCELLATIONSAND TRANSFERS OF FUNDS)

SEC. 701. Within the unit limit of cost fixed by law, appropriations and authorizations made for the Department of Agriculture for the current fiscal year under this Act shall be available for the purchase, in addition to those specifically provided for, of not to exceed 204 passenger motor vehicles, of which 170 shall be for replacement only, and for the hire of such vehicles.

【SEC. 702. Section 10101 of division B of the Consolidated Security, Disaster Assistance, and Continuing Appropriations Act, 2009, (Public Law 110–329) is amended in subsection (b) by inserting at the end the following: "In carrying out this section, the Secretary may transfer funds into existing or new accounts as determined by the Secretary."】

SEC. 【703】702. The Secretary of Agriculture may transfer unobligated balances of discretionary funds appropriated by this Act or other available unobligated discretionary balances of the Department of Agriculture to the Working Capital Fund for the acquisition of plant and capital equipment necessary for the delivery of financial, administrative, and information technology services of primary benefit to the agencies of the Department of Agriculture: *Provided*, That none of the funds made available by this Act or any other Act shall be transferred to the Working Capital Fund without the prior 【approval of】 *notification to* the agency administrator: *Provided further*, That none of the funds transferred to the Working Capital Fund pursuant to this section shall be available for obligation without the prior 【approval of】 *notification to* the Committees on Appropriations of both Houses of Congress: 【*Provided further*, That none of the funds appropriated by this Act or made available to the Department's Working Capital Fund shall be available for obligation or expenditure to make any changes to the Department's National Finance Center without prior approval of the Committees on Appropriations of both Houses of Congress as required by section 712 of this Act:】*Provided further*, That of annual income amounts in the Working Capital Fund of the Department of Agriculture allocated for the National Finance Center, the Secretary may reserve not more than 4 percent for the replacement or acquisition of capital equipment, including equipment for the improvement and implementation of a financial management plan, information technology, and other systems of the National Finance Center or to pay any unforeseen, extraordinary cost of the National Finance Center: *Provided further*, That none of the amounts reserved shall be available for obligation unless the Secretary submits notification of the obligation to the Committees on Appropriations of the House of Representatives and the Senate: *Provided further*, That the limitation on the obligation of funds pending notification to Congressional Committees shall not apply to any obligation that, as determined by the Secretary, is necessary to respond to a declared state of emergency that significantly impacts the operations of the National Finance Center; or to evacuate employees of the National Finance Center to a safe haven to continue operations of the National Finance Center.

SEC. [704]703. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.

SEC. [705]704. No funds appropriated by this Act may be used to pay negotiated indirect cost rates on cooperative agreements or similar arrangements between the United States Department of Agriculture and nonprofit institutions in excess of 10 percent of the total direct cost of the agreement when the purpose of such cooperative arrangements is to carry out programs of mutual interest between the two parties. This does not preclude appropriate payment of indirect costs on grants and contracts with such institutions when such indirect costs are computed on a similar basis for all agencies for which appropriations are provided in this Act.

SEC. [706]705. Appropriations to the Department of Agriculture for the cost of direct and guaranteed loans made available in the current fiscal year shall remain available until expended to disburse obligations made in the current fiscal year for the following accounts: the Rural Development Loan Fund program account, the Rural Electrification and Telecommunication Loans program account, and the Rural Housing Insurance Fund program account.

[SEC. 707. Of the funds made available by this Act, not more than \$1,800,000 shall be used to cover necessary expenses of activities related to all advisory committees, panels, commissions, and task forces of the Department of Agriculture, except for panels used to comply with negotiated rule makings and panels used to evaluate competitively awarded grants.]

SEC. [708]706. None of the funds appropriated by this Act may be used to carry out section 410 of the Federal Meat Inspection Act (21 U.S.C. 679a) or section 30 of the Poultry Products Inspection Act (21 U.S.C. 471).

[SEC. 709. No employee of the Department of Agriculture may be detailed or assigned from an agency or office funded by this Act or any other Act to any other agency or office of the Department for more than 30 days unless the individual's employing agency or office is fully reimbursed by the receiving agency or office for the salary and expenses of the employee for the period of assignment.]

[SEC. 710. None of the funds appropriated or otherwise made available to the Department of Agriculture or the Food and Drug Administration shall be used to transmit or otherwise make available to any non-Department of Agriculture or non-Department of Health and Human Services employee questions or responses to questions that are a result of information requested for the appropriations hearing process.]

SEC. [711]707. None of the funds made available to the Department of Agriculture by this Act may be used to acquire new information technology systems or significant upgrades, as determined by the Office of the Chief Information Officer, without the approval of the Chief Information Officer and the concurrence of the Executive Information Technology Investment Review Board: *Provided*, That notwithstanding any other provision of law, none of the funds appropriated or otherwise made available by this Act may be transferred to the Office of the Chief Information Officer [without the] *unless* prior [approval of] *notification has been transmitted* to the Committees on Appropriations of both Houses of Congress: *Provided further*, That none of the funds available to the Department of Agriculture for information technology shall be obligated for projects over \$25,000 prior to receipt of written approval by the Chief Information Officer.

[SEC. 712. (a) None of the funds provided by this Act, or provided by previous Appropriations Acts to the agencies funded by this Act that remain available for obligation or expenditure in the current fiscal year, or provided from any accounts in the Treasury of the United States derived by the collection of fees available to the agencies funded by this Act, shall be available for obligation or expenditure through a reprogramming of funds which—

- (1) creates new programs;
- (2) eliminates a program, project, or activity;
- (3) increases funds or personnel by any means for any project or activity for which funds have been denied or restricted;
- (4) relocates an office or employees;
- (5) reorganizes offices, programs, or activities; or
- (6) contracts out or privatizes any functions or activities presently performed by Federal employees; unless the Committees on Appropriations of both Houses of Congress are notified 15 days in advance of such reprogramming of funds.

(b) None of the funds provided by this Act, or provided by previous Appropriations Acts to the agencies funded by this Act that remain available for obligation or expenditure in the current fiscal year, or provided from any accounts in the Treasury of the United States derived by the collection of fees available to the agencies funded by this Act, shall be available for obligation or expenditure for activities, programs, or projects through a reprogramming of funds in excess of \$500,000 or 10 percent, whichever is less, that: (1) augments existing programs, projects, or activities; (2) reduces by 10 percent funding for any existing program, project, or activity, or numbers of personnel by 10 percent as approved by Congress; or (3) results from any general savings from a reduction in personnel which would result in a change in existing programs, activities, or projects as approved by Congress; unless the Committees on Appropriations of both Houses of Congress are notified 15 days in advance of such reprogramming of funds.

(c) The Secretary of Agriculture, the Secretary of Health and Human Services, or the Chairman of the Commodity Futures Trading Commission shall notify the Committees on Appropriations of both Houses of Congress before implementing a program or activity not carried out during the previous fiscal year unless the program or activity is funded by this Act or specifically funded by any other Act.]

[SEC. 713. None of the funds appropriated by this or any other Act shall be used to pay the salaries and expenses of personnel who prepare or submit appropriations language as part of the President's Budget submission to the Congress of the United States for programs under the jurisdiction of the Appropriations Subcommittees on Agriculture, Rural Development, Food and Drug Administration, and Related Agencies that assumes revenues or reflects a reduction from the previous year due to user fees proposals that have not been enacted into law prior to the submission of the Budget unless such Budget submission identifies which additional spending reductions should occur in the event the user fees proposals are not enacted prior to the date of the convening of a committee of conference for the fiscal year 2011 appropriations Act.]

[SEC. 714. None of the funds made available by this or any other Act may be used to close or relocate a Rural Development office unless or until the Secretary of Agriculture determines the cost effectiveness and/or enhancement of program delivery: *Provided*, That not later than 120 days before the date of the proposed closure or relocation, the Secretary notifies the Committees on Appropriation of the House and Senate, and the members of Congress from the State in which the office is located of the proposed closure or relocation and provides a report that describes the justifications for such closures and relocations.]

[SEC. 715. None of the funds made available to the Food and Drug Administration by this Act shall be used to close or relocate, or to plan to close or relocate, the Food and Drug Administration Division of Pharmaceutical Analysis in St. Louis, Missouri, outside the city or county limits of St. Louis, Missouri.]

[SEC. 716. There is hereby appropriated \$499,000 for any authorized Rural Development program purpose, in communities suffering from extreme outmigration and situated in areas that were designated as part of an Empowerment Zone pursuant to section 111 of the Community Renewal Tax Relief Act of 2000 (as contained in appendix G of Public Law 106–554).]

[SEC. 717. None of the funds made available in fiscal year 2010 or preceding fiscal years for programs authorized under the Food for Peace Act (7 U.S.C. 1691 et seq.) in excess of \$20,000,000 shall be used to reimburse the Commodity Credit Corporation for the release of eligible commodities under section 302(f)(2)(A) of the Bill Emerson Humanitarian Trust Act (7 U.S.C. 1736f–1): *Provided*, That any such funds made available to reimburse the Commodity Credit Corporation shall only be used pursuant to section 302(b)(2)(B)(i) of the Bill Emerson Humanitarian Trust Act.]

[SEC. 718. There is hereby appropriated \$3,497,000, to remain available until expended, for a grant to the National Center for Natural Products Research for construction or renovation to carry out the research objectives of the natural products research grant issued by the Food and Drug Administration.]

SEC. [719]708. Funds made available under section 1240I and section 1241(a) of the Food Security Act of 1985 and section 524(b) of the Federal Crop Insurance Act (7 U.S.C. 1524(b)) in the current fiscal year shall remain available until expended to disburse obligations made in the current fiscal year.

[SEC. 720. Unless otherwise authorized by existing law, none of the funds provided in this Act, may be used by an executive branch agency to produce any prepackaged news story intended for broadcast or distribution in the United States unless the story includes a clear notification within the text or audio of the prepackaged news story that the prepackaged news story was prepared or funded by that executive branch agency.]

[SEC. 721. None of the funds appropriated or otherwise made available by this or any other Act shall be used to pay the salaries and expenses of personnel to carry out the following:

(1) An Environmental Quality Incentives Program as authorized by sections 1241–240H of the Food Security Act of 1985, as amended (16 U.S.C. 3839aa–3839aa(8)), in excess of \$1,180,000,000;

(2) a program authorized by section 14(h)(1) of the Watershed Protection and Flood Prevention Act (16 U.S.C. 1012(h)(1)); and

(3) a program under subsection (b)(2)(A)(ii) of section 14222 of Public Law 110–246 in excess of \$1,123,000,000: *Provided*, That none of the funds made available in this Act or any other Act shall be used for salaries and expenses to carry out section 19(i)(1)(C) of the Richard B. Russell National School Lunch Act as amended by section 4304 of Public Law 110–246 in excess of \$25,000,000, including the transfer of funds under subsection (c) of section 14222 of Public Law 110–246, until October 1, 2010: *Provided further*, That \$76,000,000 made available on October 1, 2010, to carry out section 19(i)(1)(C) of the Richard B. Russell National School Lunch Act as amended by section 4304 of Public Law 110–246 shall be excluded from the limitation described in subsection (b)(2)(A)(iii) of section 14222 of Public Law 110–246: *Provided further*, That all unobligated balances under section 32 of the Act of August 24, 1935, available as of September 30, 2009, are hereby rescinded.]

SEC. [722]709. Notwithstanding any other provision of law, any former RUS borrower that has repaid or prepaid an insured, direct or guaranteed loan under the Rural Electrification Act, or any not-for-profit utility that is eligible to receive an insured or direct loan under such Act, shall be eligible for assistance under section 313(b)(2)(B) of such Act in the same manner as a borrower under such Act.

[SEC. 723. There is hereby appropriated \$2,600,000, to remain available until expended, for the construction, interim operations, and necessary demolition needs for establishment of an agricultural pest facility in the State of Hawaii.]

[SEC. 724. There is hereby appropriated \$4,000,000 to the Secretary of Agriculture to award grant(s) to develop and field test new food products designed to improve the nutritional delivery of humanitarian food assistance provided through the McGovern-Dole (section 3107 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 1736–1)) and the Food for Peace title II (7 U.S.C. 1691 et seq.) programs: *Provided*, That the Secretary shall use the authorities provided under the Research, Education, and Economics mission area of the Department in awarding such grant(s), with priority given to proposals that demonstrate partnering with and in-kind support from the private sector.]

SEC. [725]710. None of the funds made available to the Department of Agriculture in this Act may be used to implement the risk-based inspection program in the 30 prototype locations announced on February 22, 2007, by the Under Secretary for Food Safety, or at any other locations, until the USDA Office of Inspector General has provided its findings to the Food Safety and Inspection Service and the Committees on Appropriations of the House of Representatives and the Senate on the data used in support of the development and design of the risk-based inspection program and FSIS has addressed and resolved issues identified by OIG.

[SEC. 726. Notwithstanding any other provision of law, and until receipt of the decennial census for the year 2010, the Secretary of Agriculture—

(1) shall consider—

(A) the unincorporated area of Los Osos, California, the city of Imperial, California, and the Harrisville Fire District, Rhode Island, to be rural areas for the purposes of eligibility for Rural Utilities Service water and waste disposal loans and grants;

(B) the incorporated community of Thermalito in Butte County, California, (including individuals and entities with projects within the community) eligible for loans and grants funded under the housing programs of the Rural Housing Service;

(C) the city of Lumberton, North Carolina, and the city of Sanford, North Carolina (including individuals and entities with projects

within the city) eligible for loans and grants funded through the Rural Community Facilities Program Account; and

(D) the city of Nogales, Arizona (including individuals and entities with projects within the city) eligible for loans and grants funded through the housing programs of the Rural Housing Service; and

(2) may fund Rural Community Facility Program projects of the Rural Housing Service and Water and Waste Disposal Program projects of the Rural Utilities Service for communities and municipal districts and areas in Connecticut, Massachusetts, and Rhode Island that filed applications for such projects with the appropriate Rural Development field office of the Department of Agriculture prior to August 1, 2009, and that such projects were determined by the field office to be eligible for funding.]

[SEC. 727. There is hereby appropriated \$3,000,000 for section 4404 of Public Law 107–171.]

[SEC. 728. Notwithstanding any other provision of law, there is hereby appropriated:

(1) \$3,000,000 of which \$2,000,000 shall be for a grant to the Wisconsin Department of Agriculture, Trade, and Consumer Protection, and \$1,000,000 shall be for a grant to the Vermont Agency of Agriculture, Foods, and Markets, as authorized by section 6402 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 1621 note);

(2) \$350,000 for a grant to the Wisconsin Department of Agriculture, Trade and Consumer Protection;

(3) \$1,000,000 shall be for development of a prototype for a national carbon inventory and accounting system for forestry and agriculture;

(4) \$1,000,000 for the International Food Protection Training Institute; and

(5) \$200,000 for the Center for Foodborne Illness Research and Prevention.]

[SEC. 729. Notwithstanding any other provision of law, the Natural Resources Conservation Service shall provide financial and technical assistance through the Watershed and Flood Prevention Operations program to carry out—

(1) the Alameda Creek Watershed Project in Alameda County, California;

(2) the Hurricane Katrina-Related Watershed Restoration project in Jackson County, Mississippi;

(3) the Pidcock-Mill Creeks Watershed project in Bucks County, Pennsylvania;

(4) the Farmington River Restoration project in Litchfield County, Connecticut;

(5) the Lake Oscawana Management and Restoration project in Putnam County, New York;

(6) the Richland Creek Reservoir in Paulding County, Georgia;

(7) the Pocasset River Floodplain Management Project in the State of Rhode Island;

(8) the East Locust Creek Watershed Plan Revision in Missouri, including up to 100 percent of the engineering assistance and 75 percent cost share for construction cost of site RW1;

(9) the Little Otter Creek Watershed project in Missouri. The sponsoring local organization may obtain land rights by perpetual easements;

(10) the DuPage County Watershed project in the State of Illinois;

(11) the Dunloup Creek Watershed Project in Fayette and Raleigh Counties, West Virginia;

(12) the Dry Creek Watershed project in the State of California; and

(13) the Upper Clark Fork Watershed project in the State of Montana.]

[SEC. 730. Section 17(r)(5) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1766(r)(5)) is amended—

(1) by inserting "the District of Columbia and" after the first instance of "institutions located in";

(2) by striking "ten" and inserting "thirteen";

(3) by striking "eight" and inserting "eleven"; and

(4) by inserting "Connecticut, Nevada, Wisconsin," after the first instance of "States shall be".]

SEC. [731]711. Notwithstanding any other provision of law, for the purposes of a grant under section 412 of the Agricultural Research, Extension, and Education Reform Act of 1998, none of the funds in this or any other Act may be used to prohibit the provision of in-kind support from non-Federal sources under section 412(e)(3) in the form of unre-

covered indirect costs not otherwise charged against the grant, consistent with the indirect rate of cost approved for a recipient.

SEC. [732]712. Except as otherwise specifically provided by law, unobligated balances remaining available at the end of the fiscal year from appropriations made available for salaries and expenses in this Act for the Farm Service Agency and the Rural Development mission area, shall remain available through September 30, [2011] 2012, for information technology expenses.

SEC. [733]713. The Secretary of Agriculture may authorize a State agency to use funds provided in this Act to exceed the maximum amount of liquid infant formula specified in 7 C.F.R. 246.10 when issuing liquid infant formula to participants.

[SEC. 734. (a) CHILD NUTRITION PROGRAMS.—Section 9(b) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1758(b)) is amended by adding at the end the following:

"(14)COMBAT PAY.—

"(A)DEFINITION OF COMBAT PAY.—In this paragraph, the term 'combat pay' means any additional payment under chapter 5 of title 37, United States Code, or otherwise designated by the Secretary to be appropriate for exclusion under this paragraph, that is received by or from a member of the United States Armed Forces deployed to a designated combat zone, if the additional pay—

"(i) is the result of deployment to or service in a combat zone; and

"(ii) was not received immediately prior to serving in a combat zone.

"(B)EXCLUSION.—Combat pay shall not be considered to be income for the purpose of determining the eligibility for free or reduced price meals of a child who is a member of the household of a member of the United States Armed Forces."

(b) SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN.—Section 17(d)(2) of the Child Nutrition Act of 1966 (42 U.S.C. 1786(d)(2)) is amended—

(1) by redesignating subparagraph (C) as subparagraph (D); and

(2) by inserting after subparagraph (B) the following:

"(C)COMBAT PAY.—For the purpose of determining income eligibility under this section, a State agency shall exclude from income any additional payment under chapter 5 of title 37, United States Code, or otherwise designated by the Secretary to be appropriate for exclusion under this subparagraph, that is received by or from a member of the United States Armed Forces deployed to a designated combat zone, if the additional pay—

"(i) is the result of deployment to or service in a combat zone; and

"(ii) was not received immediately prior to serving in a combat zone."

[SEC. 735. There is hereby appropriated \$1,000,000 for the grant program for the purpose of obtaining and adding to an anhydrous ammonia fertilizer nurse tank a substance to reduce the amount of methamphetamine that can be produced from any anhydrous ammonia removed from the nurse tank as authorized by section 14203 of the Food, Conservation, and Energy Act of 2008 (21 U.S.C. 864a).]

SEC. [736]714. None of the funds appropriated or otherwise made available by this Act may be used for first-class travel by the employees of agencies funded by this Act in contravention of sections 301–10.122 through 301–10.124 of title 41, Code of Federal Regulations.

[SEC. 737. Agencies with jurisdiction for carrying out international food assistance programs under the jurisdiction of this Act, including title II of the Food for Peace Act and the McGovern-Dole International Food for Education Program, shall—

(1) provide to the Committees on Appropriations of the House and the Senate no later than May 1, 2010, the following:

(A) estimates on cost-savings and programmatic efficiencies that would result from increased use of pre-positioning of food aid commodities and processes to ensure such cargoes are appropriately maintained to prevent spoilage;

(B) estimates on cost-savings and programmatic efficiencies that would result from the use of longer-term commodity procurement contracts, the proportional distribution of commodity purchases throughout the fiscal year, longer-term shipping contracts, contracts which include shared-risk principles, and adoptions of other commercially acceptable contracting practices;

(C) estimates on costs of domestic procurement of commodities, domestic inland transportation of food aid commodities, domestic storage (including loading and unloading), foreign storage (including

loading and unloading), foreign inland transportation, and ocean freight (including ocean freight as adjusted by the ocean freight differential reimbursement provided by the Secretary of Transportation), and costs relating to allocation and distribution of commodities in recipient countries;

(D) information on the frequency of delays in transporting food aid commodities, the cause or purpose of any delays (including how those delays are tracked, monitored and resolved), missed schedules by carriers and non-carriers (and resulting program costs due to such delays, including impacts to program beneficiaries);

(E) information on the methodologies to improve interagency coordination between host governments, the World Food Program, and non-governmental organization to develop more consistent estimates of food aid needs and the number of intended recipients to appropriately inform the purchases of commodities and in order to appropriately plan for commodity procurement for food aid programs;

(2) provide the matter described under subsection (1) of this section in the form of a consensus report under the signatures of the Secretaries of Agriculture, State, and Transportation; and

(3) estimates and cost savings analysis for this section shall be derived from periods representative of normal program operations.]

[SEC. 738. There is hereby appropriated \$250,000, to remain available until expended, for a grant to the Kansas Farm Bureau Foundation for work-force development initiatives to address out-migration in rural areas.]

[SEC. 739. There is hereby appropriated \$800,000 to the Farm Service Agency to carry out a pilot program to demonstrate the use of new technologies that increase the rate of growth of re-forested hardwood trees on private non-industrial forests lands, enrolling lands on the coast of the Gulf of Mexico that were damaged by Hurricane Katrina in 2005.]

[SEC. 740. (a) The Commissioner of Food and Drugs shall establish within the Food and Drug Administration a review group which shall recommend to the Commissioner of Food and Drugs appropriate preclinical, trial design, and regulatory paradigms and optimal solutions for the prevention, diagnosis, and treatment of rare diseases: *Provided*, That the Commissioner of Food and Drugs shall appoint individuals employed by the Food and Drug Administration to serve on the review group: *Provided further*, That members of the review group shall have specific expertise relating to the development of articles for use in the prevention, diagnosis, or treatment of rare diseases, including specific expertise in developing or carrying out clinical trials.

(b) The Commissioner of Food and Drugs shall establish within the Food and Drug Administration a review group which shall recommend to the Commissioner of Food and Drugs appropriate preclinical, trial design, and regulatory paradigms and optimal solutions for the prevention, diagnosis, and treatment of neglected diseases of the developing world: *Provided*, That the Commissioner of Food and Drugs shall appoint individuals employed by the Food and Drug Administration to serve on the review group: *Provided further*, That members of the review group shall have specific expertise relating to the development of articles for use in the prevention, diagnosis, or treatment of neglected diseases of the developing world, including specific expertise in developing or carrying out clinical trials: *Provided further*, That for the purposes of this section the term "neglected disease of the developing world" means a tropical disease, as defined in section 524(a)(3) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360n(a)(3)).

(c) The Commissioner of Food and Drugs shall—

(1) submit, not later than 1 year after the date of the establishment of review groups under subsections (a) and (b), a report to Congress that describes both the findings and recommendations made by the review groups under subsections (a) and (b);

(2) issue, not later than 180 days after submission of the report to Congress under paragraph (1), guidance based on such recommendations for articles for use in the prevention, diagnosis, and treatment of rare diseases and for such uses in neglected diseases of the developing world; and

(3) develop, not later than 180 days after submission of the report to Congress under paragraph (1), internal review standards based on such recommendations for articles for use in the prevention, diagnosis, and treatment of rare diseases and for such uses in neglected diseases of the developing world.]

【SEC. 741. There is hereby appropriated \$2,600,000 to carry out section 1621 of Public Law 110–246 and \$3,000,000 to carry out section 1613 of Public Law 110–246.】

【SEC. 742. Of the unobligated balances provided pursuant to section 16(h)(1)(A) of the Food and Nutrition Act of 2008, \$11,000,000 is hereby rescinded.】

【SEC. 743. (a) None of the funds made available by this Act may be used to promulgate or implement a poultry products inspection rule allowing processed poultry or processed poultry products to be imported into the United States from the People's Republic of China unless the Secretary of Agriculture formally notifies Congress that the Department will—

(1) not provide any preferential consideration to any application by the People's Republic of China for authorization to export poultry or poultry products to the United States;

(2) conduct audits of inspection systems and on-site reviews of slaughter and processing facilities, laboratories and other control operations before any Chinese facilities are certified as eligible to ship poultry or poultry products to the United States and, in subsequent years, to conduct such audits and reviews at least once annually or more frequently as the Secretary determines necessary;

(3) implement a significantly increased level of port of entry re-inspection;

(4) establish and conduct a formal and expeditious information sharing program with other countries importing processed poultry or processed poultry products from China that have conducted audits and plant inspections;

(5) report to the House and Senate Committees on Appropriations within 120 days of the date of enactment of this Act, and every 180 days thereafter for an indefinite period, with respect to the promulgation or implementation of any poultry products inspection rule authorizing the People's Republic of China to export poultry or poultry products to the United States, including—

(A) actions taken or to be taken by the Secretary, including new audits and on-site reviews, to implement any poultry products inspection rule authorizing the People's Republic of China to export processed poultry or processed poultry products to the United States;

(B) actions taken or to be taken by the Secretary, including new audits and on-site reviews, to determine whether the poultry inspection system of the People's Republic of China achieves a level of sanitary protection equivalent to that achieved under United States standards;

(C) actions taken or to be taken by the Secretary to determine whether the administration and enforcement of the poultry and poultry products inspection system of the People's Republic of China ensures that it achieves a level of sanitary protection equivalent to that achieved under United States standards;

(D) the level of port of entry re-inspections to be conducted on processed poultry and processed poultry products offered for importation into the United States from the People's Republic of China; and

(E) a work plan incorporating any understandings or agreements between FSIS and relevant authorities of the People's Republic of China with respect to carrying out the Secretary's assessment of the equivalency of the poultry products inspection system of the People's Republic of China;

(6) make publicly available, no later than 30 days from the date they are finalized, the reports of any new audits and on-site reviews conducted by the Secretary, and, in addition, when such audit or review is being conducted to determine whether the People's Republic of China's poultry inspection system achieves a level of sanitary protection equivalent to that achieved under United States standards, to make the final report of such audit or review publicly available no later than 30 days prior to the publication of any notice of proposed rulemaking for such determination; and

(7) make publicly available a list of facilities in the People's Republic of China certified to export poultry or poultry products to the United States and to notify the House and Senate Committees on Appropriations if the number of facilities certified by the People's Republic of China exceeds ten.

(b) None of the funds made available by this Act may be used to promulgate any proposed or final rule allowing the importation into the

United States of poultry slaughtered or poultry products produced from poultry slaughtered in the People's Republic of China unless such rule is promulgated in accordance with the procedures for significant rules specified in Executive Order 12866.

(c) This section shall be applied in a manner consistent with United States obligations under its international trade agreements.】

SEC. 【744】715. None of the funds made available in this Act may be used to pay the salaries or expenses of personnel to—

(1) inspect horses under section 3 of the Federal Meat Inspection Act (21 U.S.C. 603);

(2) inspect horses under section 903 of the Federal Agriculture Improvement and Reform Act of 1996 (7 U.S.C. 1901 note; Public Law 104–127); or

(3) implement or enforce section 352.19 of title 9, Code of Federal Regulations.

【SEC. 745. (a) Section 531(g)(7)(F) of the Federal Crop Insurance Act (7 U.S.C. 1531(g)(7)(F)) is amended—

(1) in the matter preceding clause (i), by inserting "(including multi-year assistance)" after "assistance"; and

(2) in clause (i), by inserting "or multiyear production losses" after "a production loss".

(b) Section 901(g)(7)(F) of the Trade Act of 1974 (19 U.S.C. 2497(g)(7)(F)) is amended—

(1) in the matter preceding clause (i), by inserting "(including multi-year assistance)" after "assistance"; and

(2) in clause (i), by inserting "or multiyear production losses" after "a production loss".】

SEC. 【746】716. (a) DEPARTMENT OF AGRICULTURE ASSISTANCE DURING PANDEMIC EMERGENCY.—During fiscal year 【2010】2011, in any case in which a school is closed for at least 5 consecutive days during a pandemic emergency designation, each household containing at least 1 member who is an eligible child attending the school shall be eligible to receive assistance pursuant to a State agency plan approved under subsection (b).

(b) ASSISTANCE.—To carry out this section, the Secretary of Agriculture may approve State agency plans for temporary emergency standards of eligibility and levels of benefits under the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.) for households with eligible children. Plans approved by the Secretary may provide for supplemental allotments to households receiving benefits under such Act, and issuances to households not already receiving benefits. Such level of benefits shall be determined by the Secretary in an amount not less than the value of meals at the free rate over the course of 5 school days for each eligible child in the household.

(c) MINIMUM CLOSURE REQUIREMENT.—The Secretary of Agriculture shall not provide assistance under this section in the case of a school that is closed for less than 5 consecutive days.

(d) USE OF EBT SYSTEM.—A State agency may provide assistance under this section through the EBT card system established under section 7 of the Food and Nutrition Act of 2008 (7 U.S.C. 2016).

(e) RELEASE OF INFORMATION.—Notwithstanding any other provision of law, the Secretary of Agriculture may authorize State educational agencies and school food authorities administering a school lunch program under the Richard B. Russell National School Lunch Act (42 U.S.C. 1751 et seq.) to release to appropriate officials administering the supplemental nutrition assistance program such information as may be necessary to carry out this section.

(f) WAIVERS.—To facilitate implementation of this section, the Secretary of Agriculture may approve waivers of the limits on certification periods otherwise applicable under section 3(f) of the Food and Nutrition Act of 2008 (7 U.S.C. 2012(f)), reporting requirements otherwise applicable under section 5(f) of such Act (7 U.S.C. 2014(f)), and other administrative requirements otherwise applicable to State agencies under such Act.

(g) FUNDING.—The Secretary of Agriculture shall use funds made available under the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.) to fund, with the exception of the commodities described in subsection (h), benefits provided under this section.

(h) AVAILABILITY OF COMMODITIES.—During fiscal year 【2010】2011, the Secretary of Agriculture may utilize funds appropriated under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c) to purchase com-

modities for emergency distribution in any area of the United States during a pandemic emergency designation.

(i) DEFINITIONS.—In this section:

(1) The term "eligible child" means a child (as defined in section 12(d) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1760(d)) who, if not for the closure of the school attended by the child during a pandemic emergency designation and due to concerns about an influenza pandemic, would receive free or reduced price school meals under the Richard B. Russell National School Lunch Act (42 U.S.C. 1751 et seq.) at the school.

(2) The term "pandemic emergency designation" means the declaration—

(A) of a public health emergency, based on pandemic influenza, by the Secretary of Health and Human Services under section 319 of the Public Health Service Act (42 U.S.C. 247d); or

(B) of a domestic emergency, based on pandemic influenza, by the Secretary of Homeland Security.

(3) The term "school" has the meaning given the term in section 12(d) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1760(d)).

SEC. [747]717. [Specific projects contained in] *To the extent that the report of the Committee on Appropriations of the House of Representatives accompanying this Act [(H. Rept. 111–181)] includes specific projects that are considered congressional earmarks for purposes of clause 9 of rule XXI of the Rules of the House of Representatives, such projects, when intended to be awarded to a for-profit entity, shall be awarded under a full and open competition.*

[SEC. 748. (a) There is hereby appropriated \$350,000,000 of which \$60,000,000 is provided for purchases of cheese and other dairy products under 7 U.S.C. 2036(a) and \$290,000,000 is provided to the Secretary of Agriculture to assist dairy producers under section 10104 of Public Law 107–171.

(b)(1) REGULATIONS.—The Secretary of Agriculture may promulgate such regulations as are necessary to implement this section.

(2) PROCEDURE.—The promulgation of the implementing regulations and the administration of this section shall be made without regard to—

(A) the notice and comment provisions of section 553 of title 5, United States Code;

(B) the Statement of Policy of the Secretary of Agriculture effective July 24, 1971 (36 Fed. Reg. 13804), relating to notices of proposed rulemaking and public participation in rulemaking; and

(C) chapter 35 of title 44, United States Code (commonly known as the "Paperwork Reduction Act").

(3) CONGRESSIONAL REVIEW OF AGENCY RULEMAKING.—In carrying out this section, the Secretary of Agriculture shall use the authority provided under section 808 of title 5, United States Code.]

SEC. [749]718. [(a) Section 6(e)(1)(B) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1755(e)(1)(B)) is amended by striking "2009" and inserting "2010".]

[(b) Section 9(f)(5) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1758(f)(5)) is amended by striking "2009" and inserting "2010".]

[(c)(1) Section 9(h)(3) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1758(h)(3)) is amended by striking "2009" and inserting "2010".]

(2) Section 9(h)(4) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1758(h)(4)) is amended by striking "2009" and inserting "2010".]

[(d) Section 18(h)(5) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1769(h)(5)) is amended by striking "2009" and inserting "2010".]

[(e) Section 21(g)(1)(A)(ii) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1769b–1(g)(1)(A)(ii)) is amended by striking "and October 1, 2008" and inserting "October 1, 2008, and October 1, 2009".]

[(f) Section 26(d) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1769g(d)) is amended by striking "2009" and inserting "2010".]

[(g)(1) From the funds made available under paragraph (5), the Secretary shall carry out demonstration projects to develop and test methods of providing access to food for children in urban and rural

areas during the summer months when schools are not in regular session to—

(A) reduce or eliminate the food insecurity and hunger of children; and

(B) improve the nutritional status of children.

(2) For purposes of this subsection, the term "children" means low-income children, as specified by the Secretary.

(3)(A) From the funds made available under paragraph (5), the Secretary shall provide for an independent evaluation of the demonstration projects carried out under this subsection, which shall use rigorous methodologies, including—

(i) random assignment of children or schools, where practicable; or

(ii) if random assignment of children or schools is not practicable, quasi-experimental or other methods that are capable of producing scientifically valid information regarding which projects are effective in achieving the purposes described in paragraph (1).

(B)(i) Not later than December 31, 2010, and each December 31 thereafter until the completion of the last evaluation conducted under subparagraph (A) the Secretary shall submit to the Committee on Education and Labor of the House of Representatives and the Committee on Agriculture, Nutrition, and Forestry of the Senate a report that includes—

(I) the status of each demonstration project carried out under this subsection; and

(II) the results of the evaluations conducted under subparagraph (A) for the previous fiscal year.

(ii) Not later than 120 days after the completion of the last evaluation conducted under subparagraph (A), the Secretary shall submit to the Committee on Education and Labor of the House of Representatives and the Committee on Agriculture, Nutrition, and Forestry of the Senate a report that includes recommendations on how to improve children's access to food during the summer months when school is not in regular session.

(4) The Secretary may use funds made available under paragraph (5) to pay—

(A) participant benefits;

(B) the added administrative expenses incurred by participating organizations as a result of participating in a project under this subsection;

(C) costs associated with outreach to potential participants and potential sponsoring organizations; and

(D) costs associated with soliciting, administering, monitoring, and evaluating each demonstration project carried out under this subsection.

(5)(A) On October 1, 2009, out of any funds in the Treasury not otherwise appropriated, the Secretary of the Treasury shall transfer to the Secretary to carry out this subsection \$85,000,000, to remain available until expended.

(B) The Secretary shall be entitled to receive, shall accept, and shall use to carry out this subsection the funds transferred under subparagraph (A), without further appropriation.]

(h)[(1)(A) From the funds made available under subparagraph (C), the Secretary shall provide assistance through grants to State agencies administering the National School Lunch Program under the Richard B. Russell National School Lunch Act (42 U.S.C. 1751 et seq.) with the lowest rates of children certified for free meals pursuant to paragraphs (4) and (5) of section 9(b) of such Act (42 U.S.C. 1758(b)(4); 1758(b)(5)) for the purpose of improving such rates.

(B) Under the terms and conditions established by the Secretary, a State receiving grant funds under this subsection may use such funds to pay costs related to improving the rate of direct certification in such State, including the costs related to—

(i) making technology improvements;

(ii) providing technical assistance to local educational agencies;

(iii) implementing a new or revised direct certification system in such State and in the local educational agencies of such State; and

(iv) using multiple public means tested benefits programs for the purpose of direct certification.

(C)(i) On October 1, 2009, out of any funds in the Treasury not otherwise appropriated, the Secretary of the Treasury shall transfer

to the Secretary to carry out this paragraph \$22,000,000, to remain available until expended.

(ii) The Secretary shall be entitled to receive, shall accept, and shall use to carry out this paragraph the funds transferred under clause (i), without further appropriation.】

【(2)(A) From the funds made available under subparagraph (B), the Secretary shall provide technical assistance to assist States receiving grants under paragraph (1), and other States, as appropriate, in improving the rates of direct certification.

(B)(i) On October 1, 2009, out of any funds in the Treasury not otherwise appropriated, the Secretary of the Treasury shall transfer to the Secretary to carry out this paragraph \$3,000,000, to remain available until expended.

(ii) The Secretary shall be entitled to receive, shall accept, and shall use to carry out this paragraph the funds transferred under clause (i), without further appropriation.】

【(i)】 From the funds made available 【under paragraph (4), in carrying out the special supplemental nutrition program for women, infants, and children established by section 17 of the Child Nutrition Act of 1966 (42 U.S.C. 1786 et seq.) (in this subsection referred to as the "program") during】 for the *"Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)" account in this Act for fiscal year 【2010】 2011, \$10,000,000 shall be for the Secretary 【shall】 to provide performance bonus payments to State agencies that demonstrate—*

(1)(A) the highest proportion of breastfed infants, as compared to other State agencies participating in the program; or

(B) the greatest improvement in proportion of breastfed infants, as compared to other State agencies participating in the program.

(2) In providing performance bonus payments to State agencies under this subsection, the Secretary shall consider a State agency's proportion of participating fully breastfed infants.

(3) A State agency that receives a performance bonus under paragraph (1)—

(A) shall treat the funds as program income; and

(B) may transfer the funds to local agencies for use in carrying out the program.

【(4)(A) On October 1, 2009, out of any funds in the Treasury not otherwise appropriated, the Secretary of the Treasury shall transfer to the Secretary to carry out this subsection \$5,000,000.

(B) The Secretary shall be entitled to receive, shall accept, and shall use to carry out this subsection the funds transferred under subparagraph (A), without further appropriation.】

【(j)(1) From the funds made available under paragraph (5), the Secretary shall make payments to State educational agencies to award grants to eligible school food authorities for the purchase of equipment for schools under the jurisdiction of such authorities.

(2)(A) Payments under paragraph (1) shall be allocated to State educational agencies in a manner proportional with each agency's administrative expense allocation under section 7(a)(2) of the Child Nutrition Act of 1966 (42 U.S.C. 1776(a)(2)).

(B) If a State educational agency does not accept or use the amounts made available under its allocation in accordance with this subsection, the Secretary shall reallocate such amounts to other State educational agencies, as the Secretary determines necessary.

(3)(A) Not later than 180 days after receiving an allocation under this subsection, a State educational agency shall award grants, on a competitive basis, to eligible school food authorities.

(B) For the purposes of this subsection, the term "eligible school food authority" means a school food authority—

(i) participating in the National School Lunch Program established under the Richard B. Russell National School Lunch Program (42 U.S.C. 1751 et seq.); and

(ii) that did not receive a grant for equipment assistance under the grant program carried out pursuant to the heading "Food and Nutrition Service Child Nutrition Programs" in title I of division A of the American Recovery and Reinvestment Act of 2009 (Public Law 111–5).

(C) To qualify to receive a grant under this subsection, an eligible school food authority shall—

(i) submit an application to a State educational agency at such time, in such manner, and containing such information as the State educational agency may require; or

(ii) have submitted an application to receive equipment assistance under the grant program carried out pursuant to the heading "Food and Nutrition Service Child Nutrition Programs" in title I of division A of the American Recovery and Reinvestment Act of 2009 (Public Law 111–5).

(D) In awarding grants to eligible school food authorities, a State shall give priority to each eligible school food authority whose application demonstrates that in providing equipment assistance to schools with funds received under this subsection, it will give priority to schools where not less than 50 percent of the enrolled students are eligible for free or reduced price meals under the Richard B. Russell National School Lunch Act (42 U.S.C. 1751 et seq.).

(E) Under the terms and conditions established by the Secretary, an eligible school food authority receiving a grant under this subsection shall use such funds to purchase equipment for schools under the jurisdiction of the school food authority—

(i) to improve the quality of school meals, consistent with the goals of the most recent Dietary Guidelines for Americans published under section 301 of the National Nutrition Monitoring and Related Research Act of 1990 (7 U.S.C. 5341);

(ii) to improve the safety of food served in the school meal programs established under the Richard B. Russell National School Lunch Act (42 U.S.C. 1751 et seq.) and the Child Nutrition Act of 1966 (42 U.S.C. 1771 et seq.);

(iii) to improve the overall energy efficiency of school foodservice operations; or

(iv) for other purposes as established by the Secretary.

(4) A State educational agency receiving an allocation under this subsection may not use more than 5 percent of such allocation for administrative costs associated with awarding grants to eligible school food authorities in accordance with this subsection.

(5)(A) On October 1, 2009, out of any funds in the Treasury not otherwise appropriated, the Secretary of the Treasury shall transfer to the Secretary to carry out this subsection \$25,000,000, to remain available until expended.

(B) The Secretary shall be entitled to receive, shall accept, and shall use to carry out this subsection the funds transferred under subparagraph (A), without further appropriation.】

【(k)(1) The purpose of this subsection is to provide grants, on a competitive basis, to State agencies administering the child and adult care food program established under section 17 of the Richard B. Russell National School Lunch Act (42 U.S.C. 1766) (referred to in this section as "the program") for the purpose of improving the health and nutrition of children in child care settings.

(2) From the funds made available under paragraph (8), the Secretary shall award grants, on a competitive basis, to State agencies administering the program for the purpose of promoting health and nutrition improvement in child care settings.

(3) In awarding grants under this subsection, the Secretary shall give priority to State agencies administering projects under the program that carry out each of the authorized uses of funds described in paragraph (7).

(4) A State receiving a grant under this subsection shall use not less than 50 percent of such grant funds to award subgrants to institutions for the purpose of conducting the activities described in paragraph (6).

(5) For the purposes of this subsection, the term "institution" has the meaning given such term in section 17(a)(2) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1766(a)(2)).

(6) To be eligible to receive funds under this subsection, a State agency shall submit an application to the Secretary at such time, in such manner, and containing such information as the Secretary may require, which shall include—

(A) a plan to improve the quality of food provided in—

(i) child care centers; and

(ii) family or group day care homes; and

(B) a description of—

(i) the procedures by which the State agency will use the grant received under this subsection to award subgrants to institutions; and

(ii) the criteria that the State agency will use in awarding such subgrants.

(7) In addition to such other activities as the Secretary determines to be appropriate, State agencies and institutions may use funds provided under this subsection for activities that—

(A) promote nutrition and physical activity in child care settings and that reflect the recommendations of—

(i) the most recent version of the Dietary Guidelines for Americans published under section 301 of the National Nutrition Monitoring and Related Research Act of 1990 (7 U.S.C. 5341); and

(ii) the most recent scientific knowledge;

(B) provide technical assistance and training to sponsors and providers of child care centers and family or group day care homes in implementing State or local initiatives designed to improve the health and nutrition of children;

(C) perform outreach campaigns on the State or local level that are designed to increase access to the program in underserved areas and populations; and

(D) make innovative use of technology to provide training and education to promote the nutrition, physical activity, and health of children.

(8)(A) On October 1, 2009, out of any funds in the Treasury not otherwise appropriated, the Secretary of the Treasury shall transfer to the Secretary to carry out this subsection \$8,000,000, to remain available until expended.

(B) The Secretary shall be entitled to receive, shall accept, and shall use to carry out this subsection the funds transferred under subparagraph (A), without further appropriation.]

[(1) For purposes of this section, the term "Secretary" means the Secretary of Agriculture.]

SEC. 719. *In the case of each program established or amended by the Food, Conservation, and Energy Act of 2008 (Public Law 110-246), other than by title I or subtitle A of title III of such Act, that is authorized or required to be carried out using funds of the Commodity Credit Corporation—(1) such funds shall be available for salaries and related administrative expenses, including technical assistance, associated with the implementation of the program, without regard to the limitation on the total amount of allotments and fund transfers contained in section 11 of the Commodity Credit Corporation Charter Act (15 U.S.C. 714i); and (2) the use of such funds for such purpose shall not be considered to be a fund transfer or allotment for purposes of applying the limitation on the total amount of allotments and fund transfers contained in such section.*

SEC. 720. (a) *Section 502 (h)(8) of the Housing Act of 1949 (42 U.S.C. 1472 (h) (8)) is amended by striking "1" and inserting in lieu thereof "2" and inserting at the end thereof the following new sentence: "In addition, the Secretary may collect from the lender an annual fee of equal to but not more than 0.5 percent of the outstanding principal balance of the loan for the life of the loan."*

(b) *Section 739 of the Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriation Act, 2001 (H.R. 5426 as enacted by Public Law 106-387, 115 Stat. 1549A-34) is repealed.*

SEC. 721. *Hereafter, notwithstanding section 310B(g)(5) of the Consolidated Farm and Rural Development Act (7 U.S.C. 1932(g)(5)), the Secretary may assess a one-time fee for any guaranteed business and industry loan in an amount that does not exceed 3 percent of the guaranteed principal portion of the loan.*

SEC. 722. *In carrying out subsection (h) of section 502 of the Housing Act of 1949, the Secretary may use the authority described in subsections (h) and (j) of section 538 of such Act.*

SEC. 723. *The Secretary may reserve, through April 1, 2011, up to 5 percent of the funding available for the following items for projects in areas that are engaged in strategic regional development planning as defined by the Secretary: business and industry guaranteed loans; rural development loan fund; rural business enterprise grants; rural business opportunity grants; rural economic development program; rural microenterprise program; biorefinery assistance program; rural energy for America program; value-added producer grants; broadband program; water and waste program; rural community facilities program; farmers market promotion program; wholesale farmers and alternative market develop-*

ment program; environmental quality incentives program; urban and community forestry; road capital improvement and maintenance; and wildland fire management hazardous fuels.

SEC. 724. *Appropriations to the Department of Agriculture made available in fiscal years 2005, 2006, and 2007 to carry out section 601 of the Rural Electrification Act of 1936 (7 U.S.C. 950bb) for the cost of direct loans shall remain available until expended to disburse valid obligations made in fiscal years 2005, 2006, 2007 and 2008.*

SEC. 725. *None of the funds appropriated or otherwise made available by this or any other Act shall be used to pay the salaries and expenses of personnel to carry out a program under subsection (b)(2)(A)(iii) of section 14222 of Public Law 110-246 in excess of \$1,165,000,000. Of the amounts made available under subsection (b)(2)(A)(iii) of section 14222 of Public Law 110-246 to carry out section 32 activities in fiscal year 2011, \$50,000,000 are hereby permanently cancelled.*

SEC. 726. *None of the funds appropriated or otherwise made available by this or any other Act shall be used to pay the salaries and expenses of personnel to carry out the following:*

(a) *a Wetlands Reserve Program as authorized by sections 1237-1237F of the Food Security Act of 1985, as amended (16 U.S.C. 3837), to enroll in excess of 192,982 acres in the fiscal year 2011: Provided, That such program shall be permanently reduced by 57,018 acres.*

(b) *a Conservation Stewardship Program as authorized by Chapter 2 of subtitle D of title XII of the Food Security Act of 1985, as amended (16 U.S.C. 3838d-3838i), to enroll in excess of 12,000,000 acres in the fiscal year 2011: Provided, That such program shall be permanently reduced by 769,000 acres.*

(c) *a Grasslands Reserve Program as authorized by subchapter D of Chapter 2 of subtitle D of title XII of the Food Security Act of 1985, as amended (16 U.S.C. 3838n-3838q), to enroll in excess of 245,830 acres in the fiscal year 2011: Provided, That such program shall be permanently reduced by 183,662 acres.*

(d) *a Farmland Protection Program as authorized by subchapter B of Chapter 2 of subtitle D of title XII of the Food Security Act of 1985, as amended (16 U.S.C. 3839h-3838i), in excess of \$160,000,000. Funds exceeding this amount for fiscal year 2011 are hereby permanently cancelled.*

(e) *an Agricultural Management Assistance Program as authorized by section 524 of the Federal Crop Insurance Act, as amended (7 U.S.C. 1524), in excess of \$2,500,000 for the Natural Resources Conservation Service. Funds exceeding this amount for fiscal year 2011 are hereby permanently cancelled.*

(f) *an Environmental Quality Incentives Program as authorized by sections 1240-1240H of the Food Security Act of 1985, as amended (16 U.S.C. 3839aa-3839aa(8)), in excess of \$1,208,000,000. Funds exceeding this amount for fiscal year 2011 are hereby permanently cancelled.*

(g) *a program authorized by section 14(h)(1) of the Watershed Protection and Flood Prevention Act (16 U.S.C. 1012(h)(1)). Of the funds available under such section for fiscal year 2011, \$165,000,000 are hereby permanently cancelled.*

(h) *a Wildlife Habitat Incentives Program established under section 1240N of the Food Security Act of 1985, as amended (16 U.S.C. 3839bb-1), in excess of \$73,000,000. Funds exceeding this amount for fiscal year 2011 are hereby permanently cancelled.*

SEC. 727. *Of the unobligated balances in the Agricultural Research Service, Buildings and Facilities account, \$75,500,000 are hereby permanently cancelled: Provided, That no amounts may be cancelled from amounts that were designated by the Congress as an emergency requirement pursuant to the Concurrent Resolution on the Budget or the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.*

SEC. 728. *Of the unobligated balances in the Rural Business Program account for the Business and Industry Loan Guarantee Program, \$20,070,000 are hereby permanently cancelled: Provided, That no amounts may be cancelled from amounts that were designated by the Congress as an emergency requirement pursuant to the Concurrent Resolution on the Budget or the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.*

SEC. 729. *For an additional amount for the "Departmental Administration" account, \$6,500,000, to increase the Department's acquisition workforce capacity and capabilities: Provided, That such funds may be transferred by the Secretary to any other account in the Department to carry out the purposes provided herein: Provided further, That such*

transfer authority is in addition to any other transfer authority provided in this Act: Provided further, That such funds shall be available only to supplement and not to supplant existing acquisition workforce activities: Provided further, That such funds shall be available for training, recruitment, and retention of additional members of the acquisition workforce as defined by the Office of Federal Procurement Policy Act, as amended

(41 U.S.C. 401 et seq.): Provided further, That such funds shall be available for information technology in support of acquisition workforce effectiveness or for management solutions to improve acquisition management. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2010.)